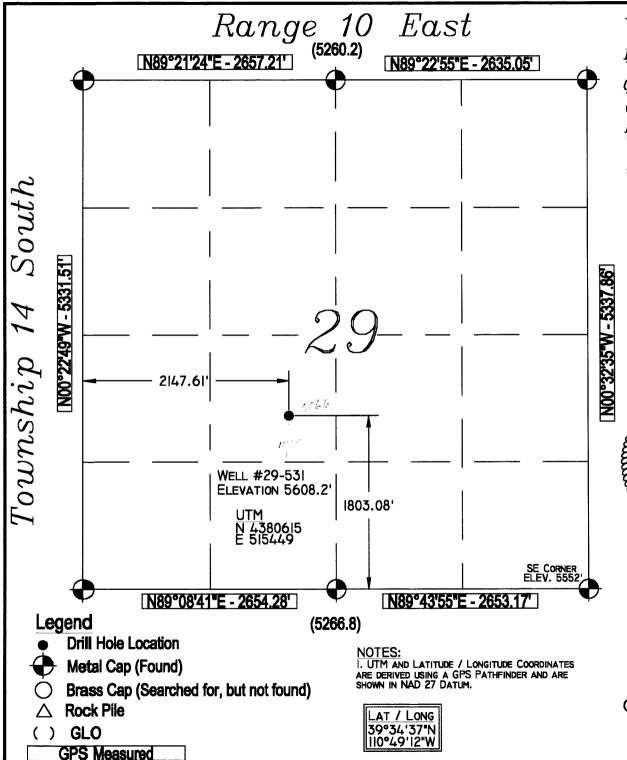
AMENDED REPORT (HIGHLIGHT CHANGES)

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS AND MINING

A	PPLICATION FOR F	ERMIT TO D	RILL		5. MINERAL LEASE NO. N/A	6. SURFACE Private
1A. Type of Work: DRILL REENTER DEEPEN			7. IF INDIAN, ALLOTTEE OR T			
B. Type of Well: OIL GAS A OTHER: SINGLE ZONE MULTIPLE ZONE				8. UNIT OF CA AGREEMENT N	ame: ris wesh	
2. NAME OF OPERATOR:	Phillips Petroleum Com	pany			9. WELL NAME and NUMBER: Schmidt 29-531	
	6825 South 5300 West, P.O. I	Box 851, Price, Utah		PHONE NUMBER: (435) 613-97		
4. LOCATION OF WELL (FOOTAGES) 5. LOCATION OF WELL (FOOTAGES) 6. LOCATION OF WELL (FOOTAGES) 6. LOCATION OF WELL (FOOTAGES) 7. LOCATION OF WELL (FOOTAGES)					11. QTR/QTR, SECTION, TOW NE/4 SW/4 Section SLB&M	NSHIP, RANGE, MERIDIAN:
14. DISTANCE IN MILES AND D 1.6 miles southwe	DIRECTION FROM NEAREST TOWN OR est of Price, UT	POST OFFICE:			12. COUNTY: Carbon	13. STATE: UTAH
15. DISTANCE TO NEAREST F	PROPERTY OR LEASE LINE (FEET)	16. NUMBER OF ACRE	S IN LEASE:		17. NUMBER OF ACRES ASSIGNED 160 acres	
18. DISTANCE TO NEAREST WAPPLIED FOR) ON THIS LEASE	/ELL (DRILLING, COMPLETED, OR E (FEET) 1500'	19. PROPOSED DEPTH	11/2	, 2	20. BOND DESCRIPTION: Rotary	
21. ELEVATIONS (SHOW WHE	THER DF, RT, GR, ETC.)	22. APPROXIMATE DAT September	E WORK WILI	L START: 2	23. ESTIMATED DURATION:	
24.	3.2' GR PROPOSE	D CASING AND		NTING PRO	GRAM	
SIZE OF HOLE	CASING SIZE, GRADE, AND WE	EIGHT PER FOOT	SETTII	NG DEPTH	CEMENT TYPE, QUANTITY, YIE	LD, AND SLURRY WEIGHT
14"	12 3/4" Conducto	r	4	10'	63 sks G+2&CaCl+1/4#/sl	< flocel
11"	J-55 8 5/8" 24#/ft		10	63'	121 sks 50/50poz8%gel+2%CaCl+1%extend	
7 7/8"	N-80 5 1/2" 17#/ft		16	16'	74 sks "G" thixtropic	
25.			HMENTS			
WELL PLAT OR MA	ATTCHED IN ACCORDANCE WITH THE	EVEYOR OR ENGINEE	er D	X COMPLETE	DRILLING PLAN OPERATOR IS PERSON OR CO	OMPANY OTHER THAN
Name & Signature: Jean Sem (This space for state use only) API Number Assigned: 43	borski Jean -007-30863	Appreved I Utah Divisi Oil, Gas and	oy the	7 - 18	rmitting Analyst	Date: 7/22/02
(11/2001)	Date By:	See Marking	Jero Dero	TTI)	DIV OF OIL, GAS	



Location:

THE WELL LOCATION WAS DETERMINED USING A TRIMBLE 4700 GPS SURVEY GRADE UNIT.

Basis of Bearing: The Basis of Bearing is GPS Measured.

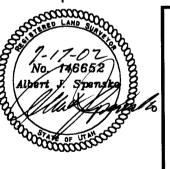
GLO Bearing: THE BEARINGS INDICATED ARE PER THE RECORDED PLAT OBTAINED FROM THE U.S. LAND OFFICE.

Basis of Elevation:
Basis of Elevation of 5552' being at the Southeast Section Corner OF SECTION 29, TOWNSHIP I4 SOUTH, RANGE IO EAST, SALT LAKE BASE AND MERIDIAN, AS SHOWN ON THE PRICE QUADRANGLE 7.5 MINUTE SERIES MAP.

Description of Location:
Proposed Drill Hole Located in the NEI/4 SWI/4 of Section 29, TI4S, RIOE, S.L.B.&M., BEING 1803.08' NORTH AND 2147.61' EAST FROM THE SOUTHWEST SECTION CORNER OF SECTION 29, TI4S, RIOE, SALT LAKE BASE & MERIDIAN.

Surveyor's Certificate:

I, Albert J. Spensko, a Registered Professional Land Surveyor, holding Certificate 146652 State of Utah, do hereby certify that the information on this drawing is a true and accurate survey based on data of record and was conducted under my personal direction and supervision as shown hereon.





TALON RESOURCES, INC.

375 S. Carbon Ave., Ste 101, (A-10) Price - Huntington, Utah Phone (435)637-8781 Fax (435)636-8603 E-Mail talonecastlenet.com



PHILLIPS PETROLEUM WELL #29-531

Section 29, T14S, R10E, S.L.B.&M. Carbon County, Utah

Drawn By: J. STANSFIELD	Checked By: L.W.J./A.J.S.
Drawing No.	Date: 07/09/02
A-1	Socie: i" = 1000'
Sheet 1 of 4	Jeb No. -67

GRAPHIC SCALE

(IN FEET) 1 inch = 1000 ft.



PHILLIPS PETROLEUM COMPANY

6825 South 5300 West P.O. Box 851 Price, UT 84501 TEL: (435) 613-9777 FAX: (435) 613-9782

July 22,2002

Ms Diana Mason State of Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210 SLC, Utah 84114-5801

RE: Application for Permit to Drill-Schmidt 29-531, NE/4 SW/4 Sec.29 T14S, R10E, SLB & M, Carbon County, Utah

Dear Ms. Mason:

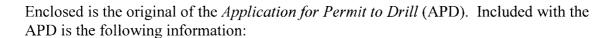


Exhibit "A"- Survey Plat of the Proposed Well Site;

Exhibit "B" - Proposed Location Map with Pipeline, Power, and Road Access;

Exhibit "C" - Drilling Site Layout;

Exhibit "D" - Drilling Information

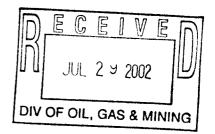
Exhibit "E" - Multipoint Surface Use Plan

Exhibit "F" - Typical Road Cross-section;

Exhibit "G" - BOP Diagram;

Exhibit "H" - Typical Wellhead Manifold;

Exhibit "I" - Evidence of Bond;



ORIGINAL



This proposed well is located more than 460' from the boundary of the Unit Area and from the boundary of any uncommitted tract within the Unit Area and will not require the administrative approval in accordance with Utah Administrative Code Rule R649-3-3.

Please accept this letter as Phillips Petroleum Company's written request for confidential treatment of all information contained in and pertaining to this permit application, if said information is eligible for such consideration.

Thank you very much for your timely consideration of this application. Please feel free to contact me if you have any questions.

Sincerely,

Jean Semborski Permitting Analyst

cc: Mr. Eric Jones, BLM, Moab, Utah

Iam Semborsti

Mr. Gene Herrington, Texaco

Ms. Julie Bennett, Dominion Resources

Mr. Don Stephens, BLM, Price, Utah

Ms. Jeanette Borges, Phillips Petroleum Company

Mrs. Deanna Walker, Phillips Petroleum Company

Mr. Mark Jones, DOGM, Price, Utah

PPCo Well File



PHILLIPS PETROLEUM COMPANY

Insurance, Real Estate and Claims P.O. Box 105 Livermore, Colorado 80536

> July 26, 2002 File: UT/Carbon 109; 29-531 Well Paul R. Schmidt, et.ux.

Diana Mason State of Utah Department of Natural Resources Division of Oil, Gas and Mining Oil and Gas Program 1594 West North Temple, Suite 1210 Salt Lake City, Utah 84114-5801

Dear Ms. Mason:

Phillips Petroleum Company plans to drill the 29-531 natural gas well, which will be located in the Southwest One-quarter of Section 29, Township 14 South, Range 10 East, S.L.B.&M., Carbon County, Utah. Phillips has filed an Application for Permit to Drill (APD) with the Division of Oil, Gas and Mining for this well.

Pursuant to the State of Utah Division of Oil, Gas and Mining, Oil and Gas Conservation General Rules, R659-3-34 ("Well Site Restoration Rule"), Phillips entered into a surface use agreement with the surface owner of the pad location for this well. The agreement includes an agreement for reclamation of the subject surface property and well site restoration. Enclosed is an Affidavit Concerning Surface Use Agreement evidencing Phillips' agreement with the surface owner for this well.

Please advise Jean Semborski with Phillips or me if you have questions or require additional information from Phillips regarding the subject surface use agreement.

Sincerely,

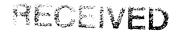
Deanna J. Walker

Phone: 970-498-9677 Fax: 970-498-9687

E-mail: dwalker@ppco.com

Enc.

cc: Jean Semborski, Phillips Petroleum Company



ANG 0.5 2002

AFFIDAVIT CONCERNING SURFACE USE AGREEMENT

STATE OF COLORADO	}
	•
COUNTY OF LARIMER	•

DEANNA J. WALKER, being first duly sworn upon her oath, deposes and says:

- 1. I am a senior real estate specialist in the Insurance, Real Estate and Claims department of Phillips Petroleum Company, a Delaware corporation, duly authorized to transact business in the State of Utah, ("Phillips") and am authorized to execute this Affidavit on behalf of said corporation.
- 2. Paul Robert Schmidt and Alice P. Schmidt ("Surface Owner") own the surface estate of property described as follows ("Property"):

Township 14 South, Range 10 East, S.L.B.&M. Carbon County, Utah:

Section 29:

NE1/4SW1/4:

Also beginning at a point 750 feet North of the South ¼ corner of said section,

Thence North 570 feet.

Thence West 1320 feet,

Thence South 570 feet.

Thence East 1320 feet to the point of beginning.

Less Parcels 02-1673-0002, Boo, 168, Page 663 and 02-1673-0004, Book 454, Page 481.

Less Carbon County Road.

- 3. Phillips owns or operates oil and gas rights, including mineral leases, and may become holder of other oil and gas rights, including mineral leases, underlying and in the vicinity of the Property ("Leases") and desires to enter on the Property for the purposes of conducting oil and gas operations related to such oil and gas rights, including mineral leases.
- 4. Phillips entered into a Surface Use and Damage Agreement effective as of the 1st day of July, 2002 with the Surface Owner covering the Property. In addition to other agreements and as required by the State of Utah Division of Oil, Gas and Mining, Oil and Gas Conservation General Rules, R649-3-34 ("Well Site Restoration Rule"), the Surface Use and Damage Agreement sets forth the agreement between Phillips and the Surface Owner for reclamation of the Property and well site restoration for the surface pad location for Phillips' 29-531 well and associated infrastructure, which will be located on

File: IRC Project No. UT/Carbon 109 29-531 Well Paul Robert Schmidt, et.ux. the Property. A Memorandum of Surface Use and Damage Agreement will be filed in the public records of Carbon County, Utah.

- 5. I execute and record this affidavit in accordance with the requirements of the Well Site Restoration Rule.
- 6. The matters stated herein are true of my own knowledge, except to any matters stated herein upon information and belief, and, as to those matters, I believe them to be true.

DATED this 26th day of July, 2002.

DEÁNNA J. WALKERPhillips Petroleum Company
Senior Real Estate Specialist

Subscribed, sworn and acknowledged to and by Deanna J. Walker before me this 26th day of July, 2002.

My Commission Expires:

For the State of Colorado

October 15, 2105

EXHIBIT "D" DRILLING PROGRAM

Attached to Form 3
Phillips Petroleum Company
Schmidt 29-531
NE/4, SW/4, Sec.29, T14S, R10E, SLB & M
1803'FSL, 2148' FWL
Carbon County, Utah

1. The Surface Geologic Formation

Mancos Shale

2. Estimated Tops of Important Geologic Markers

Blue Gate/Ferron 1186'

3. Projected Gas & H2O zones (Ferron Formation)

Coals and sandstones 1216' - 1326'

No groundwater is expected to be encountered.

Casing & cementing will be done to protect potentially productive hydrocarbons, lost circulation zones, abnormal pressure zones, and prospectively valuable mineral deposits. All indications of usable water will be reported.

Surface casing will be tested to 1400 psi.

4. The Proposed Casing and Cementing Programs

HOLE	SETTING DEPTH	SIZE WEIGHT, GRADE	NEW,
<u>SIZE</u>	(INTERVAL)	(OD) <u>& JOINT</u>	USED
14"	40'	12-3/4" Conductor	New
11"	163'	8-5/8" 24#ST&C	New
7-7/8"	1616'	5-1/2 17#LT&C	New

Cement Program - Every attempt will be made to bring cement back to surface.

Surface Casing: 63 sks G+2%CaCl+1/4#per sack flocel;15.8#/gal,density,

1.15 cu.ft/sk yield.

Production Casing: 121 sks 50/50 poz 8%gel +2%CaCl+10%extender;12.5#/gal,

density, 1.92 cu.ft/sk yield.

74 sks "G" thixotropic, 14.2#/gal density, 1.61 cu.ft/sk yield

The following shall be entered in the driller's log:

- 1) Blowout preventer pressure tests, including test pressures and results;
- 2) Blowout preventer tests for proper functioning;
- 3) Blowout prevention drills conducted;
- 4) Casing run, including size, grade, weight, and depth set;
- 5) How the pipe was cemented, including amount of cement, type, whether cement circulated, location of the cementing tools, etc.;
- 6) Waiting on cement time for each casing string;
- 7) Casing pressure tests after cementing, including test pressures and results.

5. The Operator's Minimum Specifications for Pressure Control

Exhibit "G" is a schematic diagram of the blowout preventer equipment. A double gate 3000 psi BOPE will be used with a rotating head. This equipment will be tested to 2000 psi. All tests will be recorded in a Driller's Report Book. Physical operation of BOP's will be checked on each trip.

6. The Type and Characteristics of the Proposed Circulating Muds

0-300	11" hole	Drill with air, will mud-up if necessary.
300-TD	7 7/8" hole	Drill with air. 400 psi @ 1500-1800 Scf.

7. The Testing, Logging and Coring Programs are as followed

300-TD Gamma Ray, Density, Neutron Porosity, Induction, Caliper

Any Anticipated Abnormal Pressures or Temperatures

No abnormal pressures or temperatures have been noted or reported in wells drilled in the area nor at the depths anticipated in this well. Bottom hole pressure expected is 704 psi max. No hydrogen sulfide or other hazardous gases or fluids have been found, reported or are known to exist at these depths in the area.

8. Anticipated Starting Date and Duration of the Operations.

The well will be drilled around September 2002.

Verbal and/or written notifications listed below shall be submitted in accordance with instructions from the Division of Oil, Gas & Mining:

- (a) prior to beginning construction;
- (b) prior to spudding;
- (c) prior to running any casing or BOP tests;
- (d) prior to plugging the well, for verbal plugging instructions.

Spills, blowouts, fires, leaks, accidents or other unusual occurrences shall be reported to the Division of Oil, Gas & Mining immediately.

EXHIBIT "E" MULTIPOINT SURFACE USE PLAN

Attached to Form 3
Phillips Petroleum Company
Schmidt 29-531
NE/4, SW/4, Sec.29, T14S, R10E, SLB & M
1803' FSL, 2148' FWL
Carbon County, Utah

1. Existing Roads

- a. We do not plan to change, alter or improve upon any existing state or county roads.
- b. Existing roads will be maintained in the same or better condition. See Exhibit "B".

2. Planned Access

Approximately 800' of new access is required (See Exhibit "B")

- a. Maximum Width: 24' travel surface with 27' base
- b. Maximum grade: 6%
- c. Turnouts: None
- d. Drainage design: 6 culverts may be required. Water will be diverted around well pad as necessary.
- e. If the well is productive, the road will be surfaced and maintained as necessary to prevent soil erosion and accommodate year-round traffic.
- f. Pipe and Power lines will follow the proposed access road.

3. Location of Existing Wells

a. See Exhibit "B". There are 4 proposed and 3 existing wells within a one-mile radius of the proposed location.

4. Location of Existing and/or Proposed Facilities

- a. If the well is a producer, installation of production facilities will be as shown on Exhibit "H". Buried powerlines run along access on the east and north, gathering lines on the south or west.
- b. Rehabilitation of all pad areas not used for production facilities will be made in accordance with landowner stipulations.

5. Location and Type of Water Supply

- a. Water to be used for drilling will be purchased from the Price River Water Improvement District (a local source of municipal water) (tel. 435-637-6350).
- b. Water will be transported by truck over approved access roads.
- c. No water well is to be drilled for this location.

6. Source of Construction Materials

- a. Any necessary construction materials needed will be obtained locally and hauled to the location on existing roads.
- b. No construction or surfacing materials will be taken from Federal/Indian land.

7. Methods for handling waste disposal

- a. As the well will be air drilled, a small reserve pit will be constructed with a minimum of one-half the total depth below the original ground surface on the lowest point within the pit. The pit will not be lined unless conditions encountered during construction warrant it or if deemed necessary by the DOGM representative during the pre-site inspection. Three sides of the reserve pit will be fenced within 24 hours after completion of construction and the fourth side within 24 hours after drilling operation cease with woven wire topped with barbed wire to a height of not less than four feet. The fence will be kept in good repair while the pit is drying.
- b. Following drilling, the liquid waste will be evaporated from the pit and the pit back-filled and returned to natural grade. No liquid hydrocarbons will be discharged to the reserve pit or location.
- c. In the event fluids are produced, any oil will be retained in tankage until sold and any water produced will be retained until its quality can be determined. The quality and quantity of the water will determine the method of disposal.
- d. Trash will be contained in a portable metal container and will be hauled from location periodically and disposed of at an approved disposal site. Chemical toilets will be placed on location and sewage will be disposed of at an appropriate disposal site.

8. Ancillary Facilities

a. We anticipate no need for ancillary facilities with the exception of one trailer to be located on the drill site.

9. Wellsite Layout

- a. Available topsoil will be removed from the location and stockpiled. Location of mud tanks, reserve and berm pits, and soil stockpiles will be located as shown on the attachments.
- b. A blooie pit will be located 100' from the drill hole. A line will be placed on the surface from the center hole to the pit. The pit will not be lined, but will be fenced on four sides to protect livestock/wildlife.
- c. Access to the well pad will be as shown on Exhibit "B".
- d. Natural runoff will be diverted around the well pad.

10. Plans for Restoration of Surface

- All surface areas not required for producing operations will be graded to as near original condition as possible and contoured to maintain possible erosion to a minimum.
- b. Available topsoil will be stockpiled and will be evenly distributed over the disturbed areas and the area will be reseeded as prescribed by the landowner.
- c. Pits and any other area that would present a hazard to wildlife or livestock will be fenced off when the rig is released and removed.

11. Surface Ownership:

a. The wellsite and access road will be constructed on lands owned by Paul R. and Alice P. Schmidt. The operator shall contact the landowner representative and the Division of Oil, Gas and mining 48 hours prior to beginning construction activities.

Land Owner Contact Information:

Paul R. and Alice P. Schmidt 676 West 1800 South Price, Utah 84501-4422 (435) 637-1006

12. Other Information:

- a. The primary surface use is farming and grazing. The nearest dwelling is approximately 800 feet Southwest.
- b. Nearest live water is Drunkards Wash located at 800' north.
- c. If there is snow on the ground when construction begins, it will be removed before the soil is disturbed and piled downhill from the topsoil stockpile location.
- d. The backslope and foreslope will be constructed no steeper than 4:1.
- e. All equipment and vehicles will be confined to the access road and well pad.
- f. A complete copy of the approved Application for Permit to Drill (APD) including conditions and stipulations, shall be on the wellsite during construction and drilling operations

There will be no deviation from the proposed drilling and/or workover program without prior approval from the Division of Oil, Gas & Mining.

13. Company Representative

Jean Semborski
Permitting Analyst
Phillips Petroleum Company
6825 S. 5300 W. P.O. Box 851
Price, Utah 84501
(435) 613-9777

Mail Approved A.P.D. To:

Company Representative

(435) 820-9807 <u>Excavation Contractor</u>

Nelco Contractors Inc. Larry Jensen (435) 637-3495 (435) 636-5268

14. Certification

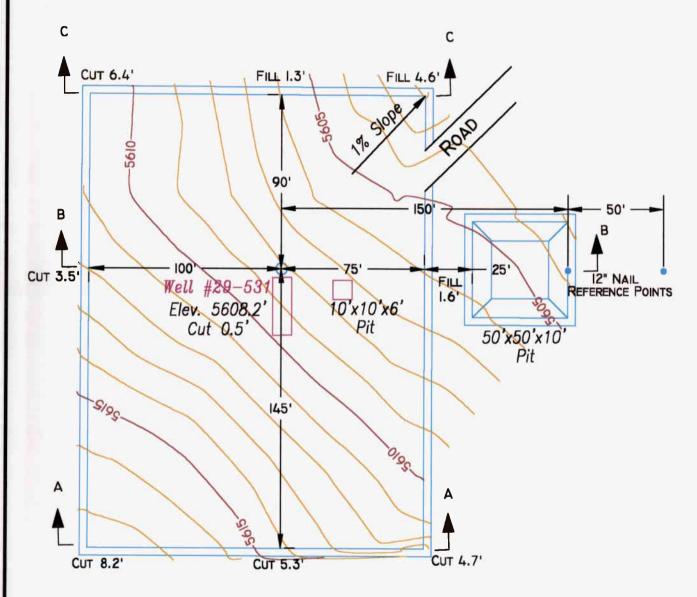
I hereby certify that I, or persons under my direct supervision have inspected the proposed drillsite and access route; that I am familiar with the conditions which presently exist; that the statements made in this plan are, to the best of my knowledge, true and correct, and that the work associated with the operations proposed herein will be performed by Phillips Petroleum Company and its subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Date

Jean Semborski Permitting Analyst

Phillips Petroleum Company

len Suborili





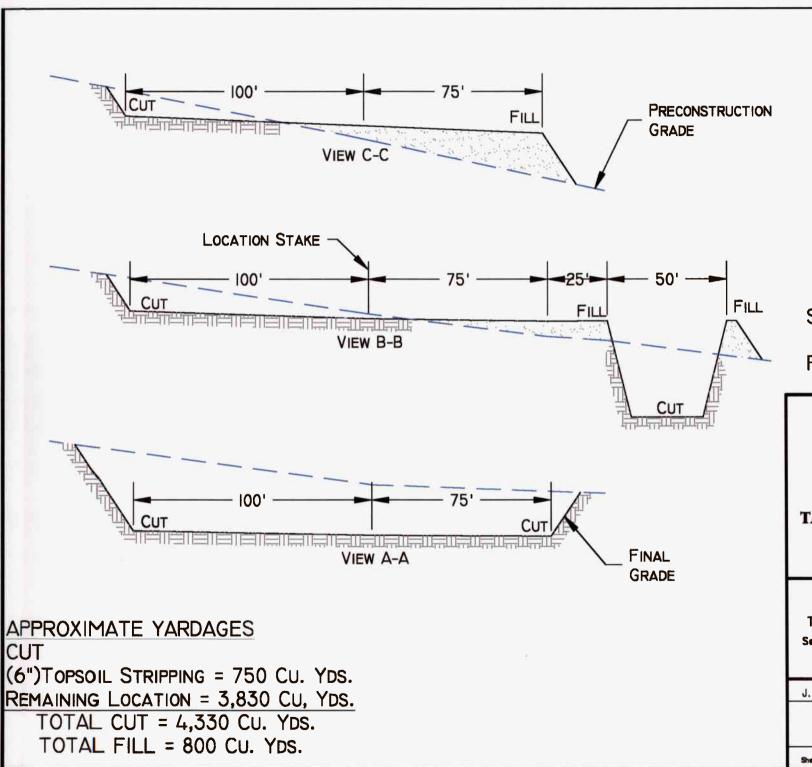


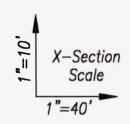
TALON RESOURCES, INC.

375 S. Carbon Ave., Ste 101, (A-10)
Price, Utah 84501
Phone (435)637-8781 Fax (435)636-8603
E-Mail talon-castlenet.com

PHILLIPS PETROLEUM LOCATION LAYOUT Section 29, T14S, RBE, S.L.B.&M. WELL #29-531

J. STANSFIELD	Checked By: L.W.J.
Drawn By: J. STANSFIELD Drawing No. A-2 Sheet 2 of 4	Date: 07/09/02
A-2	1" = 50'
Sheet 2 of 4	Job No. 671





SLOPE = | |/2 : | (EXCEPT PIT) PIT SLOPE = | ; |



TALON RESOURCES, INC.

375 S. Carbon Ave., Ste 101, (A-10)
Price, Utah 84501
Phone (435)637-6781 Fax (435)636-6603
E-Mail talon-castlenet.com

PHILLIPS PETROLEUM

TYPICAL CROSS SECTION

Section 29, T14S, R8E, S.L.B.&M.

WELL #29-531

J. STANSFIELD	Checked By: L.W.J.	
Drawing No.	Date: 07/09/02	
C-1	1" = 40'	
Sheet 3 of 4	Job No. 671	

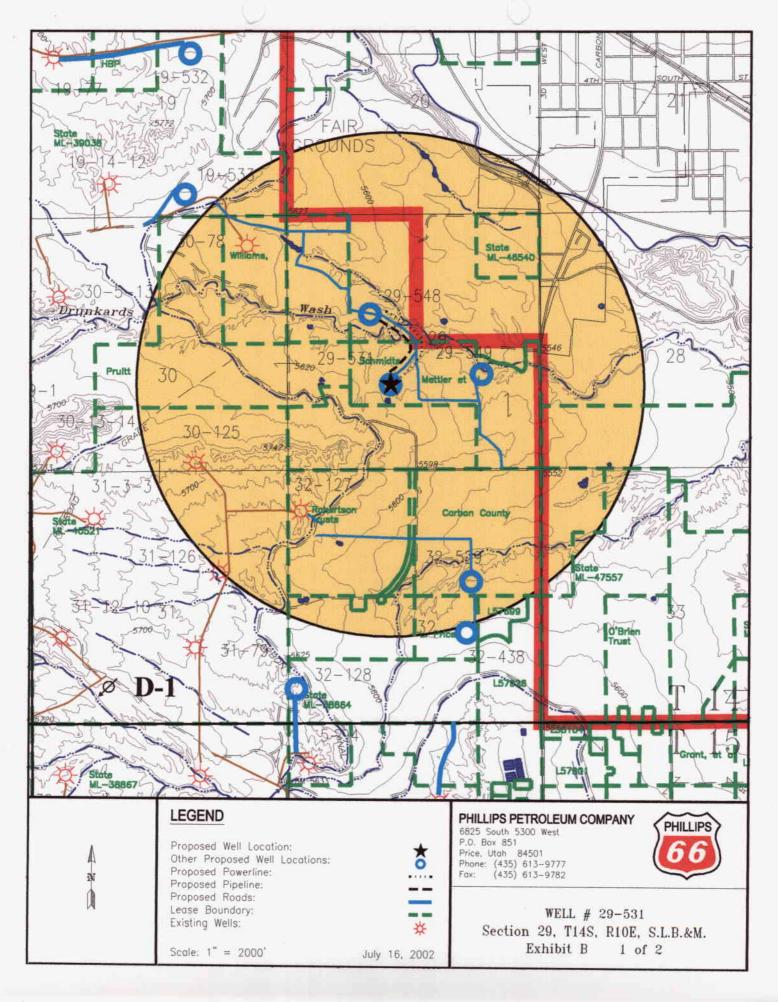
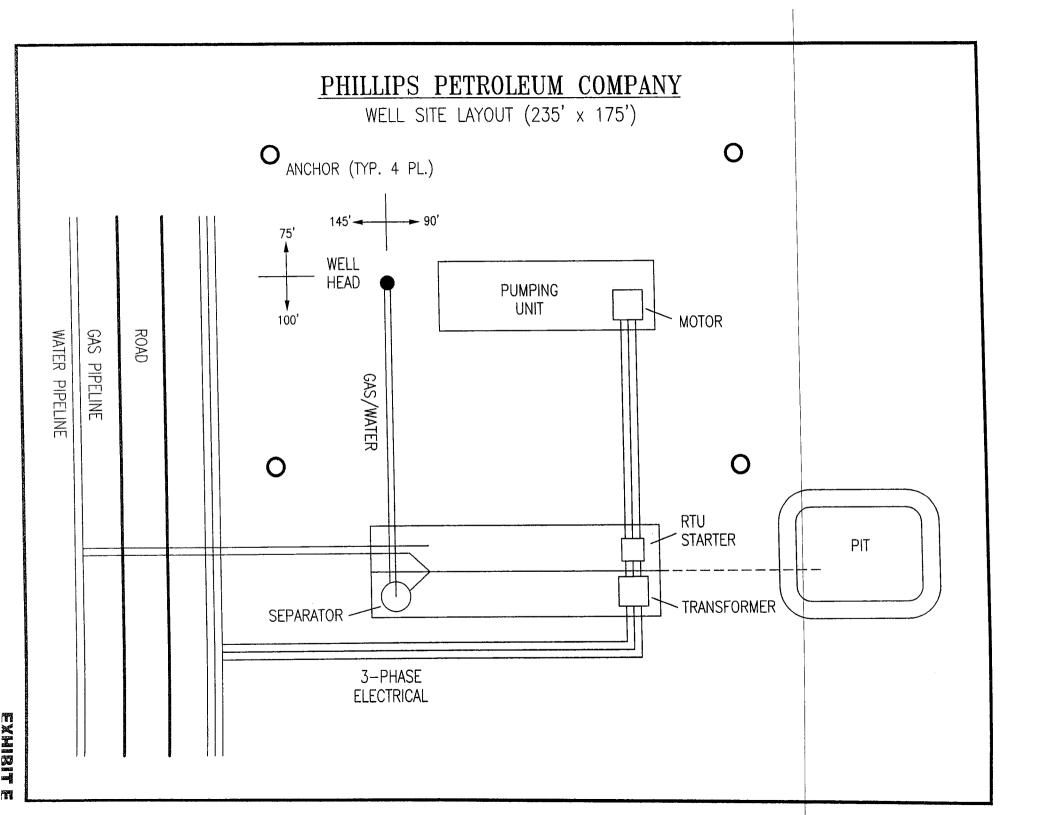
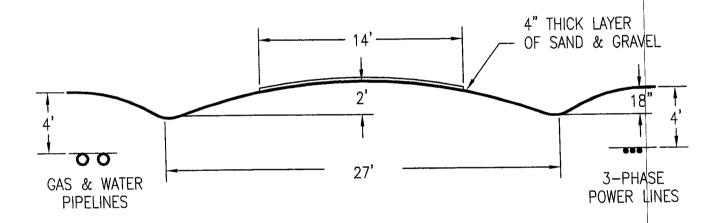


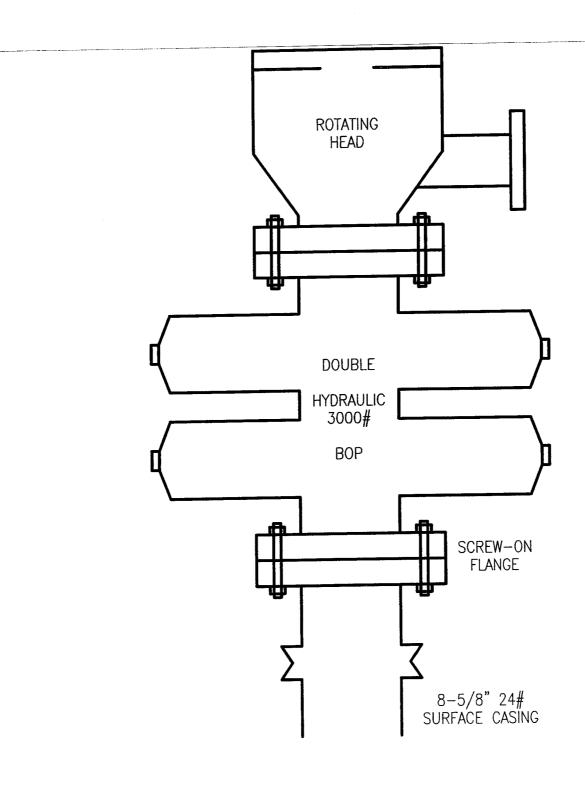
EXHIBIT C



TYPICAL ROAD CROSS-SECTION

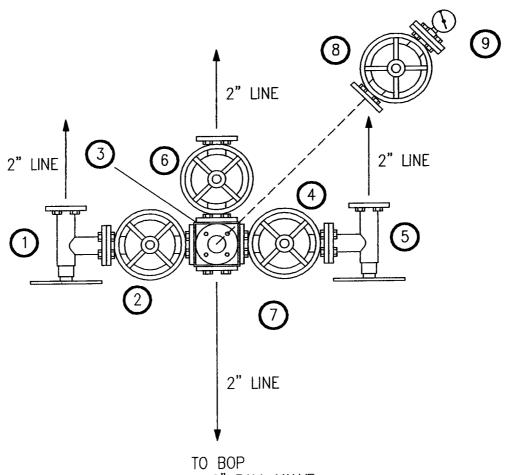


DIVERTER HEAD



- (1) 2" 5M FLANGED CHOKE
- (2) 2" 5M GATE VALVE (FLANGED)
- (3) 2" 5M STUDDED CROSS
- (4) 2" 5M GATE VALVE (FLANGED)
- (5) 2" 5M FLANGED CHOKE
- 6) 2" 5M GATE VALVE (FLANGED)
- (7) 2" LINE
- (8) 2" 5M GATE VALVE (FLANGED)
- (9) 3000# GAUGE

NOTE: NUMBER 8 GATE VALVE SITS ON TOP OF MANIFORD BETWEEN STUDDED CROSS AND 3000# GAUGE.



TO BOP AND A NEW 2" BALL VALVE FULL OPEN 5000 PSI

MANIFOLD

International Division

AmSouth Bank
Post Office Box 11007
Birmingham, Alabama 35288 USA
(800) 284-4100
Telex: 6823023
S.W.I.F.T.: AMSBUS44

JAMSOUTH'

PAGE 2 DATED: AUGUST 17, 2001 DUR REF: 78317150

EACH DRAFT HEREUNDER MUST BE LISTED AND ENDORSED ON THE REVERSE SIDE OF THE LETTER OF CREDIT AND THIS LETTER OF CREDIT MUST BE ATTACHED TO THE LAST DRAFT WHEN THE CREDIT HAS BEEN EXHAUSTED.

DRAFTS MAY BE PRESENTED AT OUR OFFICE, INTERNATIONAL DEPARMENT, 250 RIVERCHASE PARKWAY SOUTH, 3RD FLOOR, HOOVER, ALBAMA 35244 NO LATER THAN 2:00 P.M. (LOCAL TIME) ON AUGUST 17, 2002, AND BEAR THE CLAUSE "DRAWN UNDER AMSOUTH BANK, LETTER OF CREDIT NO. 78317150 DATED AUGUST 17, 2001."

THIS LETTER OF CREDIT SHALL BE DEEMED AUTOMATICALLY EXTENDED FOR A PERIOD ON ONE YEAR FROM THE CURRENT OR ANY FUTURE EXPIRATION DATE HEREOF, UNLESS AT LEAST 90 (NINETY) DAYS FRIOR TO SUCH EXPIRATION DATE, WE NOTIFY YOU THAT WE HAVE ELECTED NOT TO EXTEND THIS LETTER OF CREDIT FOR SUCH ADDITIONAL PERIOD.

WE HERERY ENGAGE WITH THE BONA FIDE HOLDERS OF ANY DRAFT AND/OR DOCUMENTS PRESENTED UNDER AND IN COMPLIANCE WITH THE TERMS OF THIS LETTER OF CREDIT THAT SUCH DRAFT AND/OR DOCUMENTS WILL BE DULY HONORED UPON PRESENTATION TO US. OUR OBLIGATIONS HEREUNDER SHALL NOT BE SUBJECT TO ANY CLAIM OR DEFENSE BY REASON OF THE INVALIDITY, ILLEGALITY, OR UNENFORCEABILITY OF ANY OF THE AGREEMENTS UPON WHICH THIS LETTER OF CREDIT IS BASED.

THIS CREDIT IS SUBJECT TO THE UNIFORM CUSTOMS AND PRACTICE FOR DOCUMENTARY CREDITS (1994 REVISION), INTERNATIONAL CHAMBER OF COMMERCE PUBLICATION NUMBER 500.

AMSOUTH BANK

AUTHORIZED SIGNATURE

INTERNATIONAL BANKING OFFICER

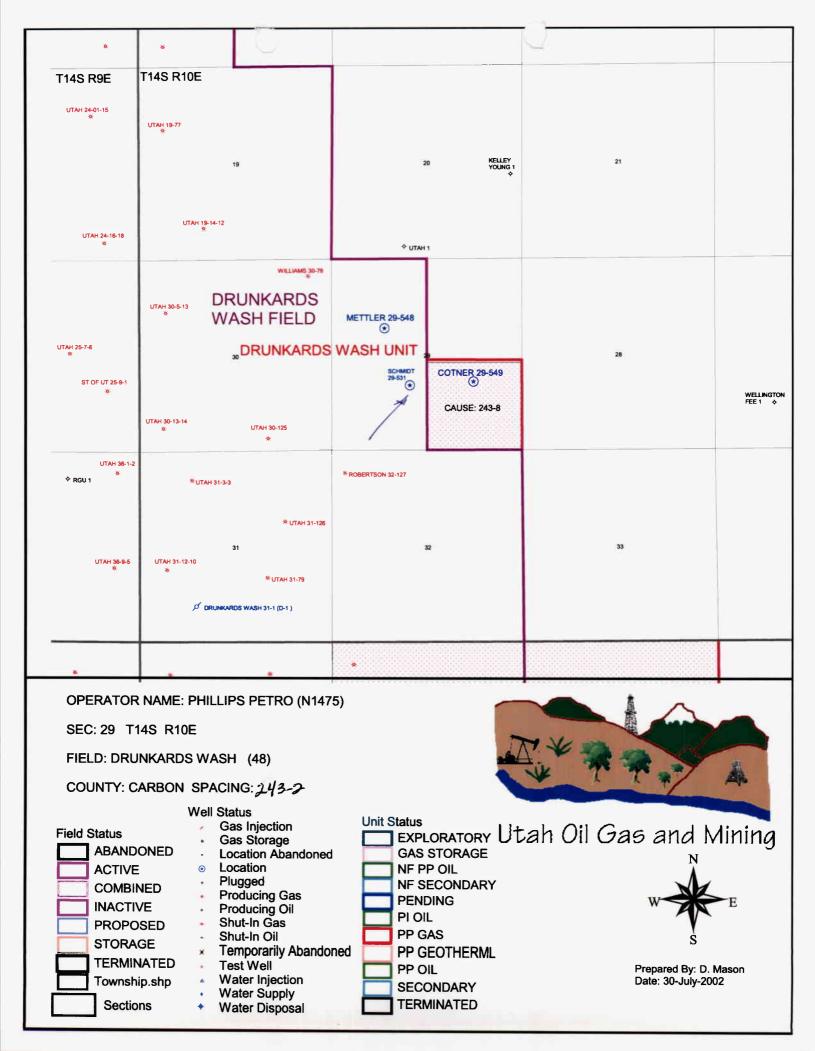
ANSPUTH BANK

AUTHORIZED SIGNATURE

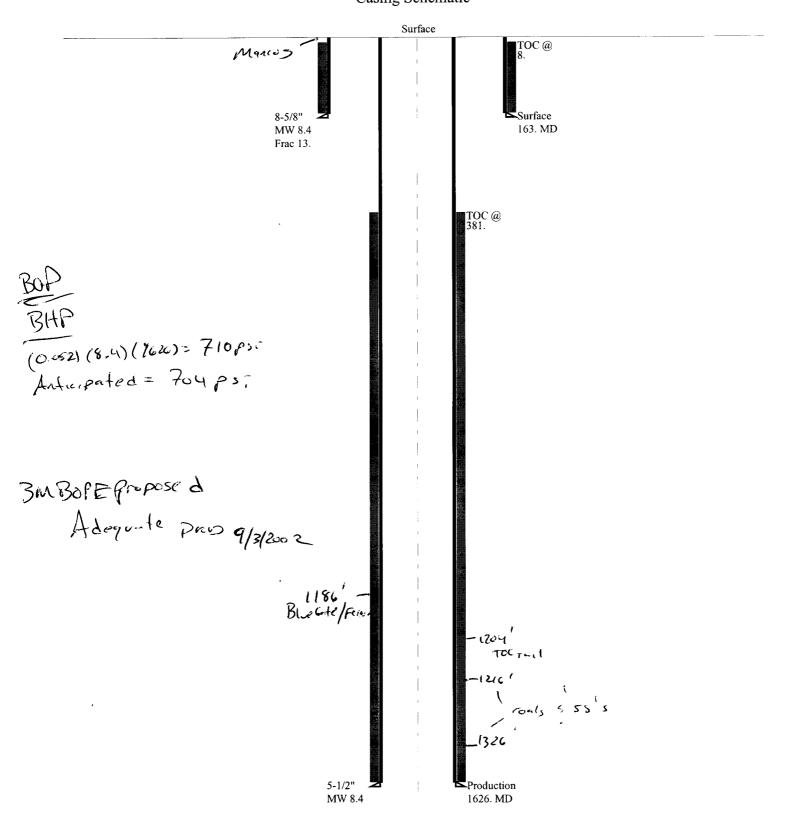
VICE PRESIDENT

WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 07/29/2002	API NO. ASSIGN	NED: 43-007-308	363
WELL NAME: SCHMIDT 29-531 OPERATOR: PHILLIPS PETROLEUM (N1475) CONTACT: JEAN SEMBORSKI	PHONE NUMBER: 4	135-613-9777	
PROPOSED LOCATION: NESW 29 140S 100E	INSPECT LOCATI	N BY: /	/
SURFACE: 1803 FSL 2148 FWL	Tech Review	Initials	Date
BOTTOM: 1803 FSL 2148 FWL CARBON	Engineering	DKO	9/3/2002
DRUNKARDS WASH (48)	Geology		-
LEASE TYPE: 4 - Fee	Surface		
SURFACE OWNER: 4 - Fee PROPOSED FORMATION: FRSD		.82631	
Plat Bond: Fed[] Ind[] Sta[] Fee[4] (No. 78317150) Potash (Y/N) Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit (No. MUNICIPAL) RDCC Review (Y/N) (Date:) Fee Surf Agreement (Y/N)	R649-3-3. Prilling Un Board Caus Eff Date: Siting:	General From Qtr/Qtr & 920 Exception it e No: 243-2	E uncomm. Trace
COMMENTS: Need Presite (Reci 8-12- STIPULATIONS: 1- STATEMENT OF			



09-02 Phillips Schmidt 25 '31 Casing Schematic



Well name:

09-02 Phillips Schmidt 29-531

Operator:

Phillips Petroleum Company

String type:

Surface

Project ID:

43-007-30863

Location:

Carbon County

/linimum design	factors:	Environment:
-----------------	----------	---------------------

Collapse

Mud weight:

Design parameters:

Design is based on evacuated pipe.

8.400 ppg

0 psi

71 psi

Collapse:

Design factor

1.125

H2S considered?

Surface temperature: Bottom hole temperature: Νo 65 °F 67 °F

Temperature gradient: Minimum section length:

1.40 °F/100ft 130 ft

Burst:

Design factor

1.00

1.80 (J)

Cement top:

8 ft

Burst

Max anticipated surface

pressure: Internal gradient: 0.436 psi/ft Calculated BHP

No backup mud specified.

Tension:

8 Round STC:

1.80 (J) 8 Round LTC: 1.60 (J) **Buttress:** 1.50 (J) Premium: Body yield: 1.50 (B)

Tension is based on air weight. Neutral point: 142 ft Non-directional string.

Re subsequent strings:

Next setting depth: 1,626 ft Next mud weight: Next setting BHP: Fracture mud wt:

Fracture depth: Injection pressure 110 psi

8.400 ppg 710 psi 13.000 ppg 163 ft

Run	Segment		Nominal		End	True Vert	Measured	Drift	Est.
Seq	Length (ft)	Size (in)	Weight (lbs/ft)	Grade	Finish	Depth (ft)	Depth (ft)	Diameter (in)	Cost
1	163	8.625	24.00	J-55	ST&C	163	163	7.972	1068
Run	Collapse	Collapse	Collapse	Burst	Burst	Burst	Tension	Tension	Tension
Seq	Load	Strength	Design Factor	Load	Strength (psi)	Design Factor	Load (Kips)	Strength (Kips)	Design Factor
1	(psi) 71	(psi) 1370	19.26	(psi) 71	2950	41.47	(Kips) 4	244	62.37 J
•					V	-			*
•					3HP 27	cops:			

Prepared

Dustin Doucet

Utah Dept. of Natural Resources by:

Phone: 801-538-5281 FAX: 801-359-3940

Date: September 3,2002 Salt Lake City, Utah

ENGINEERING STIPULATIONS: NONE

Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Collapse is based on a vertical depth of 163 ft, a mud weight of 8.4 ppg The casing is considered to be evacuated for collapse purposes. Burst strength is not adjusted for tension.

09-02 Phillips Schmidt 29-531 Well name:

Operator: **Phillips Petroleum Company**

Project ID: Production String type: 43-007-30863

Location: Carbon County

Max anticipated surface

Environment: Minimum design factors: Design parameters:

H2S considered? No Collapse: Collapse 65 °F Surface temperature: 8.400 ppg Design factor 1.125 Mud weight: 88 °F Bottom hole temperature: Design is based on evacuated pipe.

1.40 °F/100ft Temperature gradient: 250 ft Minimum section length:

Burst: Design factor

1.00 Cement top: **Burst**

0 psi pressure: Tension: Non-directional string. Internal gradient: 0.436 psi/ft

1.80 (J) Calculated BHP 710 psi^ 8 Round STC: 1.80 (J) 8 Round LTC: **Buttress:** 1.60 (J) No backup mud specified. 1.50 (J) Premium: Body yield: 1.50 (B)

Tension is based on air weight. Neutral point: 1,419 ft

Drift Est. Run Segment Nominal End **True Vert** Measured Cost **Finish** Depth Depth Diameter Length Size Weight Grade Seq (ft) (ft) (in) () (ft) (in) (lbs/ft) 11664 LT&C 1626 1626 4.767 1626 5.5 17.00 N-80 1 Tension **Tension** Tension **Burst** Burst Collapse Collapse **Burst** Run Collapse Strength Load Strength Design Seq Load Design Load Strength Design **Factor** (psi) (psi) **Factor** (Kips) (Kips) **Factor** (psi) (psi) 28 348 12.59 J 710 7740 10.91 1 710 6290 8.87

Dustin Doucet Prepared

Phone: 801-538-5281 Utah Dept. of Natural Resources FAX: 801-359-3940 by:

Date: September 3,2002 Salt Lake City, Utah

381 ft

ENGINEERING STIPULATIONS: NONE

Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Collapse is based on a vertical depth of 1626 ft, a mud weight of 8.4 ppg The casing is considered to be evacuated for collapse purposes. Burst strength is not adjusted for tension.

DIVISION OF OIL, GAS AND MINING APPLICATION FOR PERMIT TO DRILL STATEMENT OF BASIS

OPERATOR:	Phillips
WELL NAME & NUMBER:	Schmidt 29-531
API NUMBER:	43-007-30863
LOCATION: 1/4,1/4 NESW S	ec: <u>29</u> TWP: <u>14S</u> RNG: <u>10E</u> <u>1803</u> F <u>S</u> L <u>2148</u> F <u>W</u> L

Geology/Ground Water:

A silty, poorly-permeable soil is developed on a thin veneer of Quaternary Slope Wash covering the Blue Gate
Shale Member of the Mancos Shale. No aquifers with high quality ground water are likely to be encountered.
The proposed casing and cement program will adequately isolate any water-bearing strata. Many water rights have been filed within a mile of the location but not on any water wells.

Reviewer: Christopher J. Kierst Date: 8/21/2002

Surface:

Proposed location is ~2 miles South of Price, Utah. The direct area drains to the North into Drunkards Wash and then East to the Price River, a year-round live water source. Drunkards wash lies ~.25 mile North of proposed location. The Carbon Canal lies south of the location ~.25 mile. The location is proposed on existing agricultural ground and the area directly surrounding the proposed well location is used for agricultural purposes as well. The soil is a clay loam and will be erosive when disturbed. Proposed access will be from the North from the proposed Mettler well crossing Drunkards Wash onto the Schmidt property. Paul and Andy Schmidt, surface owners, were present during the on-site. Talk was also made during the on-site to ensure the fencing would be adequate for livestock as well as protect the privacy of the property.

Reviewer:	Mark L. Jones	Date : August 20,	2002

Conditions of Approval/Application for Permit to Drill:

- 1. Culverts as needed where crossing drainages sufficient to handle run-off.
- 2. Berm the location and pit to deflect runoff from entering location and prevent any drilling and/or production fluids from leaving the location.
- 3. Construction of location and access road as per discussion during on-site evaluation.
- 4. A synthetic liner with a minimum thickness of 12 mils shall be properly installed and maintained in the reserve pit.

ON-SITE PREDRILL EVALUATION Division of Oil, Gas and Mining

OPERATOR: Phillips
WELL NAME & NUMBER: Schmidt 29-531
API NUMBER: 43-007-30863

LEASE: Fee FIELD/UNIT:

LOCATION: 1/4,1/4 NESW Sec: 29 TWP: 14S RNG: 10E 1803 FSL 2148 FWL

LEGAL WELL SITING: 460 F unit boundary and uncommitted tracts.

GPS COORD (UTM): X = 514916 E; Y = 4380564 N SURFACE OWNER: Paul Schmidt.

PARTICIPANTS

M. Jones (DOGM), J. Semborski (Phillips), L. Jensen (NELCO), Paul and Andy Schmidt (surface).

REGIONAL/LOCAL SETTING & TOPOGRAPHY

Proposed location is ~2 miles South of Price, Utah. The direct area drains to the North into Drunkards Wash and then East to the Price River, a year-round live water source. Drunkards wash lies ~.25 mile North of proposed location. The Carbon Canal lies south of the location ~.25 mile. The location is proposed on existing agricultural ground and the area directly surrounding the proposed well location is used for agricultural purposes as well. The soil is a clay loam and will be erosive when disturbed. Proposed access will be from the North from the proposed Mettler well crossing Drunkards Wash onto the Schmidt property.

SURFACE USE PLAN

CURRENT SURFACE USE: Grazing and farming activities.

PROPOSED SURFACE DISTURBANCE: 235' x 175' and a 50' x 50' x 10' pit.

LOCATION OF EXISTING WELLS WITHIN A 1 MILE RADIUS: 4 proposed gas wells and 4 producing gas wells are within a 1 mile radius of the above proposed well.

LOCATION OF PRODUCTION FACILITIES AND PIPELINES: Along roadside.

SOURCE OF CONSTRUCTION MATERIAL: Obtained locally and transported in.

ANCILLARY FACILITIES: None anticipated.

WASTE MANAGEMENT PLAN:

Portable chemical toilets which will be emptied into the municipal waste treatment system; garbage cans on location will be emptied into centralized dumpsters which will be emptied into an approved landfill. Crude oil production is unlikely. Drilling fluid, completion / frac fluid and cuttings will be buried in the pit after evaporation and slashing the pit liner. Produced water will be gathered to the evaporation pit and eventually injected into the Navajo Sandstone via a salt-water disposal well. Used oil from drilling operations and support is hauled to a used oil recycler and reused.

ENVIRONMENTAL PARAMETERS

AFFECTED FLOODPLAINS AND/OR WETLANDS: <u>Drunkards wash is located ~.25</u> mile North of the location. Mr. Schmidt has a quite extensive runoff collection system that catches all runoff from his farm, qathers it via piping into one pond, which is then pumped back to the top of the farm to be re-used for irrigation purposes. Any fluids leaving the location would eventually make it to this collection system.								
FLORA/FAUNA: Prime Carbon County hay ground.								
SOIL TYPE AND CHARACTERISTICS: Clay loam.								
EROSION/SEDIMENTATION/STABILITY: Moderately erosive upon disturbance.								
PALEONTOLOGICAL POTENTIAL: None observed.								
RESERVE PIT								
CHARACTERISTICS: Dugout earthen pit.								
LINER REQUIREMENTS (Site Ranking Form attached): Liner required.								
SURFACE RESTORATION/RECLAMATION PLAN								
As per surface use agreement.								
SURFACE AGREEMENT: <u>Has been signed</u> .								
CULTURAL RESOURCES/ARCHAEOLOGY: Will be done prior to drilling.								
OTHER OBSERVATIONS/COMMENTS								
Talk was also made during the on-site to ensure the fencing would be adequate for livestock as well as protect the privacy of the property.								
ATTACHMENTS								
Photos of this location were taken and placed on file.								
Mark L. Jones August 12, 2002 / 8:30 am DOGM REPRESENTATIVE DATE/TIME								

Evaluation Ranking Criteria and Ranking Score For Reserve and Onsite Pit Liner Requirements

Site-Specific Factors	Ranking	Site Ranking
Distance to Groundwater (feet)		
>200	0	
100 to 200	5	
75 to 100	10 15	
25 to 75 <25 or recharge area	20	0
_		
Distance to Surf. Water (feet) >1000	0	
300 to 1000	0 2	
200 to 300	10	
100 to 200	15	
< 100	20	10
Distance to Nearest Municipal		
Well (feet)		
>5280	0	
1320 to 5280	5 10	
500 to 1320 <500	20	0
.500		
Distance to Other Wells (feet)		
>1320 300 to 1320	0 10	
<300	20	0
	_ •	
Native Soil Type	0	
Low permeability Mod. permeability	0 10	
High permeability	20	10
The production of the producti		
Fluid Type	0	
Air/mist Fresh Water	0 5	
TDS >5000 and <10000	10	
TDS >10000 or Oil Base Mud Fluid	15	
containing significant levels of	• •	_
hazardous constituents	20	0
Drill Cuttings		
Normal Rock	0	
Salt or detrimental	10	0
Annual Precipitation (inches)		
<10	0	
10 to 20	5	
>20	10	5
Affected Populations		
<10	0	
10 to 30	6	
30 to 50 >50	8 10	^
/50	10	0
Presence of Nearby Utility		
Conduits	^	
Not Present Unknown	0 10	
Present	15	0

____25___ (Level ___I __ Sensitivity)

Sensitivity Level I = 20 or more; total containment is required. Sensitivity Level II = 15-19; lining is discretionary. Sensitivity Level III = below 15; no specific lining is required.

Final Score

Points of Diversion Page 1 of 6

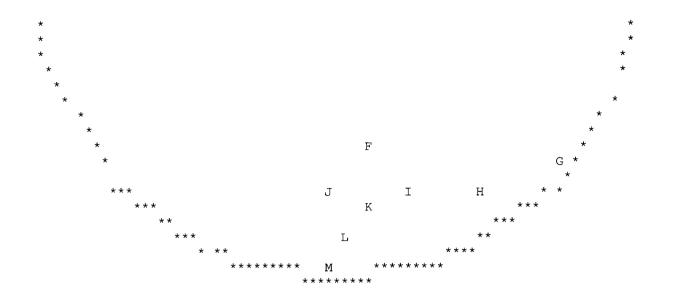
UTAH DIVISION OF WATER RIGHTS WATER RIGHT POINT OF DIVERSION PLOT CREATED WED, AUG 21, 2002, 3:25 PM PLOT SHOWS LOCATION OF 40 POINTS OF DIVERSION

PLOT OF AN AREA WITH A RADIUS OF 5280 FEET FROM A POINT N 1803 FEET, E 2148 FEET OF THE SW CORNER, SECTION 29 TOWNSHIP 14S RANGE 10E SL BASE AND MERIDIAN

PLOT SCALE IS APPROXIMATELY 1 INCH = 2000 FEET

NORTH 5 3 7 6 E B D

Page 2 of 6



UTAH DIVISION OF WATER RIGHTS
NWPLAT POINT OF DIVERSION LOCATION PROGRAM

MAP CHAF	WATER RIGHT	QUANTITY CFS AND/OR	AC-FT	SOURCE DESC	RIPTION DEPTH	or WELL INF YEAR LOG	_	 DIVERSION D	ESCRIP' TWN	rion RNG B&	
0	91 2295	.0000 WATER USE(S): STOCKWA Grosso, Severina		Price River				PRIORITY	DATE:	00/00/1	
0	91 2295	.0000 WATER USE(S): STOCKWA Grosso, Severina		Price River				PRIORITY	DATE:	00/00/1	
1	91 2297	.0000	.00	Price River							

Points of Diversion Page 3 of 6

			WATER USE(S): STOCKWATERING Jewkes, Thelma M.	143 South 1st East	PRIORITY DATE: 00/0 Price	00/1
1	91	2297	.0000 .00 WATER USE(S): STOCKWATERING Jewkes, Thelma M.	Price River 143 South 1st East	PRIORITY DATE: 00/0 Price	00/1
2	91	4977	WATER USE(S): IRRIGATION	Surface Runoff S 1550 E 1300 1398 South Fairgrounds Road	PRIORITY DATE: 06/2	
3	91	3221	.0000 .00 WATER USE(S): STOCKWATERING Ruggeri, Sam	Drunkards Wash	PRIORITY DATE: 00/0	0/1
4	91	3221	.0000 .00 WATER USE(S): STOCKWATERING Ruggeri, Sam	Drunkards Wash	PRIORITY DATE: 00/0	0/1
5	9,1	3220	.0000 .00 WATER USE(S): STOCKWATERING Forrester, John C. & Patricia		PRIORITY DATE: 00/0	0/1
5	91	3220	.0000 .00 WATER USE(S): STOCKWATERING Forrester, John C. & Patricia		PRIORITY DATE: 00/0	0/1
6	91	3219	.0000 .00 WATER USE(S): STOCKWATERING Bonnell, Mildred Waterman, Russell Jensen, Alice Randall, Beatrice Hunt, Barbara Williams, Betty Lou		PRIORITY DATE: 00/0 Price Price Price Price Price Price Price	0/1
6	91	3219	.0000 .00 WATER USE(S): STOCKWATERING Bonnell, Mildred Waterman, Russell Jensen, Alice Randall, Beatrice Hunt, Barbara Williams, Betty Lou	Route #3. Box 112-A	PRIORITY DATE: 00/0 Price Price Price Price Price Price Price	0/1

Points of Diversion Page 4 of 6

7	91		WATER USE(S):	.00 STOCKWATERING J.	Drunkards V		#1			PRIORITY Price	DATE:	00/00/1
7	91		.0000	.00 STOCKWATERING		Wash				PRIORITY Price		00/00/1
8	91		.0000 WATER USE(S): Liddell, Blake	4.37 IRRIGATION e	Surface Rur	noff		S Fairgrounds		N4 29 PRIORITY Price	DATE:	
9	91	4977	.0000 WATER USE(S): Liddell, Blake	4.37 IRRIGATION				S Fairgrounds		PRIORITY		
А	91	3226		.00 STOCKWATERING	Drunkards V		Star	Route		PRIORITY Price		00/00/1
А	91	3224		.00 STOCKWATERING rah Mabel	Dunkards Wa	ash				PRIORITY	DATE:	00/00/1
В	91			.00 STOCKWATERING e	Drunkards W	Wash				PRIORITY Tooele		00/00/1
С	91	3226		.00 STOCKWATERING	Drunkards W		Star	Route		PRIORITY Price	DATE:	00/00/1
С	91	3224		.00 STOCKWATERING rah Mabel	Dunkards Wa	ash				PRIORITY	DATE:	00/00/1
D	91	3223		.00 STOCKWATERING A.			#1			PRIORITY Price		00/00/1
D	91	3223	.0000	.00	Drunkards V	Wash				PRIORITY Price	DATE:	00/00/1

Points of Diversion Page 5 of 6

E	91322	.0000 .00 WATER USE(S): STOCKWATERING Forrester, John C. & Patricia			PRIORITY DATE: 00/0)0/1
E	91 322	.0000 .00 WATER USE(S): STOCKWATERING Forrester, John C. & Patricia	Drunkards Wa		PRIORITY DATE: 00/0)0/1
F	91 450	.5000 .000 WATER USE(S): IRRIGATION STOO Williams, Betty L. (POA) Waterman, Russell	KWATERING		N4 32 14S 10E PRIORITY DATE: 06/3 Price Price	
G	91 324	.0000 .00 WATER USE(S): STOCKWATERING Johnson, Don	Lone Tree Wa		PRIORITY DATE: 00/0 Price)0/1
G	91 324	.0000 .00 WATER USE(S): STOCKWATERING Wiseman, Loraine	Lone Tree Wa		PRIORITY DATE: 00/0 Price)0/1
G	91 324	WATER USE(S): STOCKWATERING Bonnell, Mildred Waterman, Russell Jensen, Alice Randall, Beatrice Hunt, Barbara Williams, Betty Lou	1 1 1 1		PRIORITY DATE: 00/0 Price Price Price Price Price Price Price)0/1
Н	91 323	.0000 .00 WATER USE(S): STOCKWATERING Jewkes, Rolla A. and Ruth			PRIORITY DATE: 00/0 Price	00/1
Н	91 323	.0000 .00 WATER USE(S): STOCKWATERING Jewkes, Rolla A. and Ruth			PRIORITY DATE: 00/0 Price	00/1
I	91 323	.0000 .00 WATER USE(S): STOCKWATERING Wells, William H. & Ella May	Lone Tree W		PRIORITY DATE: 00/0 Ogden	0/1
I	91 323	.0000 .00	Lone Tree Wa	ash		

Points of Diversion Page 6 of 6

		WATER USE(S): STOCKWATERI Wells, William H. & Ella								PRIORITY Ogden		00/00/1
J	91 3237	.0000 WATER USE(S): STOCKWATERI Robertson, Leland C.		Wash						PRIORITY Price	DATE:	00/00/1
J	91,3237	.0000 WATER USE(S): STOCKWATERE Robertson, Leland C.		Wash						PRIORITY Price	DATE:	00/00/1
K	91258	3.6000 WATER USE(S): IRRIGATION LDS Church, Carbon Stake		Wash		S	2280	E	15	N4 32 PRIORITY		
K	91647	3.6000 WATER USE(S): IRRIGATION Himonas, George Himonas, Mike Himonas, Gust	STOCKWATERING	222 222	North 1280 West North 1280 West North 1280 West	S	2280	Е	15	N4 32 PRIORITY Price Price Price	DATE:	
K	91651	3.6000 WATER USE(S): IRRIGATION Slaughter, Harold & Ione	STOCKWATERING			S	2280	Е	15	N4 32 PRIORITY Price		10E S 01/27/1
L	9,1,, 4824	.0000 WATER USE(S): IRRIGATION Scow, Gary W. & Mary D.	STOCKWATERING		S South 660 West		95	E	2256	W4 32 PRIORITY Price		
М	91 3236	.0000 WATER USE(S): STOCKWATER Frandsen, R. H. & Laprie	ING		North 2nd East					PRIORITY Price	DATE:	00/00/1
М	91 3236	.0000 WATER USE(S): STOCKWATER Frandsen, R. H. & Laprie	ING		North 2nd East					PRIORITY Price	DATE:	00/00/1

Michael O. Leavitt
Governor

Robert L. Morgan
Executive Director
Lowell P. Braxton
Division Director

1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 (801) 538-5340 telephone (801) 359-3940 fax (801) 538-7223 TTY www.nr.utah.gov

September 4, 2002

Phillips Petroleum Company P O Box 851 Price, UT 84501

Re:

Schmidt 29-531 Well, 1803' FSL, 2148' FWL, NE SW, Sec. 29, T. 14 South, R. 10 East,

Carbon County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 *et seq.*, Utah 'Administrative Code R649-3-1 *et seq.*, and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-007-30863.

Sincerely,

John R. Baza
Associate Director

pb

Enclosures

cc:

Carbon County Assessor



Operator:		Phillips Petroleum Company		
Well Name & Number_		Schmidt 29-531		
API Number:		43-007-30863		
Lease:	•	Fee		
Location: NF SW	Sec. 29	T. 14 South	R. 10) East

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during drilling of this well:

- 24 hours prior to cementing or testing casing
- 24 hours prior to testing blowout prevention equipment
- 24 hours prior to spudding the well
- within 24 hours of any emergency changes made to the approved drilling program
- prior to commencing operations to plug and abandon the well

The following are Division of Oil, Gas and Mining contacts and their work telephone numbers (please leave a voice mail message if the person is not available to take the call):

- Dan Jarvis at (801) 538-5338
- Carol Daniels at (801) 538-5284 (spud)

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

4. Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis. (Copy Attached)



Re:

Notice of Address Change, Merger and Name Change

Address Change effective December 2, 2002

Merger and Name Change effective December 31, 2002

Divisions of Oil, Gas, and Mining Attn: Mr. John Baza

1594 West North Temple,

Suite 1210, P. O. Box 145801 Salt Lake City, UT 84114-5801

Gentlemen:

1. Effective December 2, 2002, Phillips Petroleum Company will close its Englewood, Colorado Rocky Mountain Region office. After that time, all correspondence, notices and invoice for Land related matters should be directed to the address(es) noted below. Note that until December 31, 2002, all properties in which Phillips held an interest will continue to be operated by Phillips Petroleum Company, a wholly-owned subsidiary of ConocoPhillips.

2. On December 31, 2002, Phillips Petroleum Company and Conoco Inc. will merge, and the surviving corporation will be renamed "ConocoPhillips Company".

In accordance with the notice provisions of the Operating Agreements and other agreements, if any, between our companies, please adjust your company/organization records, effective for address purposes as of December 2, 2002, and for company name purposes, as of January 1, 2003, to reflect the following information for addressing and delivery of notices, invoicing and payment, and communications with ConocoPhillips Company. This will also apply to Lease Sale notices and other lease-related correspondence and notifications.

U.S. Mail Address:

ConocoPhillips Company P.O. Box 2197 Houston, Texas 77252 Attn: Chief Landman, San Juan/Rockies

Physical Address & Overnight Delivery:

ConocoPhillips Company 550 Westlake Park Blvd. Three Westlake Park 3WL, Room WL 9000 Houston, Texas 77079 Attn: Chief Landman, San Juan/Rockies

All ballots and official notices/responses sent by facsimile transmission should be sent to the following contact:

Attn: Chief Landman, San Juan/Rockies

Fax No.: 832-486-2688 or 832-486-2687

Willian Painbat

Please contact the undersigned immediately if you have any questions. This notice does not apply to royalty inquiries, joint interest billings, or revenue remittances. Please continue to use the same addresses you are currently using for these matters

Sincerely,

RECLIVED

DEC 0 2 2002

DIVISION OF OIL, GAS AND MINING

OPERATOR CHANGE WORKSHEET

ROUTING

1. GLH
2. CDW

3. FILE

Change of Operator (Well Sold)

5. If **NO**, the operator was contacted contacted on:

Designation of Agent/Operator

Operator Name Change

X Merger

FROM: (Old Operator):		TO: (New O	nerator).				
· · · · · · · · · · · · · · · · · · ·		1 '		AD A NIX			
PHILLIPS PETROLEUM COMPANY		CONOCOPHILLIPS COMPANY Address: P O BOX 2197, WL3 4066					
Address: 980 PLAZA OFFICE		Address: P O E	30X 2197,	WL3 4000			
BARTLESVILLE, OK 74004		HOUSTON, T	X 77252				
Phone: 1-(918)-661-4415		Phone: 1-(832)	-486-2329				
Account No. N1475		Account No.	N2335				
	CA No.	Unit:					
WELL(S)							
	SEC TWN	API NO	ENTITY	LEASE	WELL	WELL	
NAME	RNG		NO	TYPE	TYPE	STATUS	
SEELY 15-498	15-14S-08E	43-007-30797	99999	FEE	GW	APD	
SEELY 15-499	15-14S-08E	43-007-30798	99999	FEE	GW	APD	
SEELY 15-500		43-007-30799		FEE	GW	APD	
SEELY 22-501		43-007-30800		FEE	GW	P	
SEELY 22-492	22-14S-08E	43-007-30796	99999	FEE	GW	APD	
SEELY 22-502	22-14S-08E	43-007-30801	99999	FEE	GW	APD	
SEELY 22-503	22-14S-08E	43-007-30802	99999	FEE	GW	APD	
USA 01-402	01-14S-09E	43-007-30629	13669	FEDERAL	GW	P	
USA 01-504	01-14S-09E	43-007-30846	99999	FEDERAL	GW	NEW	
USA 06-437	06-14S-09E	43-007-30831	13576	FEDERAL	GW	P	
USA 06-488	06-14S-09E	43-007-30832	13668	FEDERAL	GW	P	
USA 06-489	06-14S-09E	43-007-30833	13603	FEDERAL	GW	P	
USA 12-536	12-14S-09E	43-007-30841	13670	FEDERAL	GW	P	
USA 12-537	12-14S-09E	43-007-30842	13689	FEDERAL	GW	DRL	
USA 12-538	12-14S-09E	43-007-30843	13690	FEDERAL	GW	DRL	
USA 34-518	34-14S-09E	43-007-30803	99999	FEDERAL	GW	APD	
UTAH 19-533	19-14S-10E	43-007-30891	99999	STATE	GW	APD	
SCHMIDT 29-531	29-14S-10E	43-007-30863	99999	FEE	GW	APD	
	29-14S-10E	43-007-30864	99999	FEE	GW	APD	
COTNER 29-549	29-14S-10E	43-007-30865	99999	FEE	GW	APD	
SCHMIDT 29-531 MCKENDRICK 29-548 COTNER 29-549 OPERATOR CHANGES DOCUMENT	29-14S-10E 29-14S-10E 29-14S-10E	43-007-30863 43-007-30864	99999 99999	FEE FEE	GW GW	APD APD	
Enter date after each listed item is completed							
1. (R649-8-10) Sundry or legal documentation w	vas received from the FOI	RMER operator	on:	01/08/2003	_		
2. (R649-8-10) Sundry or legal documentation w	vas received from the NE	W operator on:	01/08/200	3			
3. The new company has been checked through t	he Department of Comm	nerce, Division (of Corpora	tions Databa	ase on:	02/03/20	

6. (R	649-9-2) Waste Management Plan has been received on:	IN PLACE	
	Federal and Indian Lease Wells: The BLM and or operator change for all wells listed on Federal or Indian		
8.	Federal and Indian Units: The BLM or BIA has approved the successor of unit open.	erator for wells listed on:	01/14/2003
9.	Federal and Indian Communization Agreem The BLM or BIA has approved the operator for all wells	ents ("CA"): s listed within a CA on:	01/14/2003
10.	Underground Injection Control ("UIC") for the enhanced/secondary recovery unit/project for the		UIC Form 5, Transfer of Authority to Inject, on: N/A
	TA ENTRY: Changes entered in the Oil and Gas Database on:	02/12/2003	
	Changes have been entered on the Monthly Operator Ch		02/12/2003
3. 1	Bond information entered in RBDMS on:	N/A	
4.]	Fee wells attached to bond in RBDMS on:	N/A	
	ATE WELL(S) BOND VERIFICATION: State well(s) covered by Bond Number:	8140-60-24	
	DERAL WELL(S) BOND VERIFICATION: Federal well(s) covered by Bond Number:	8015-16-69	
	Indian well(s) covered by Bond Number:	N/A	
	E WELL(S) BOND VERIFICATION: R649-3-1) The NEW operator of any fee well(s) listed or	overed by Bond Number	6196922
	he FORMER operator has requested a release of liability he Division sent response by letter on:	from their bond on: N/A	N/A
3. (I	ASE INTEREST OWNER NOTIFICATION R649-2-10) The FORMER operator of the fee wells has but their responsibility to notify all interest owners of this c	been contacted and informed	by a letter from the Division
CO	MMENTS:		



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Eastern States Office 7450 Boston Boulevard Springfield, Virginia 22153

IN REPLY REFER TO 3106.8(932.34)WF

January 16, 2003

NOTICE

ConocoPhillips Company

P.O. Box 7500

Bartlesville, Oklahoma 74005

Oil & Gas Leases

Merger/Name Change Recognized

Acceptable evidence was received in this office on January 14, 2003, concerning the change of name of Phillips Petroleum Company to ConocoPhillips Company and the merger of Conoco Incorporated into ConocoPhillips Company on Federal oil and gas leases, with ConocoPhillips Company being the surviving entity.

The Secretary of the State of Delaware certified the effective date of this merger effective December 31, 2002.

The oil and gas lease files identified on the enclosed exhibit have been noted to the merger. The exhibit was compiled from a list of leases obtained from your list of leases. Eastern States has not abstracted the lease files to determine if the entities affected by this merger hold an interest in the leases identified nor have we attempted to identify leases where the entities are the operator on the ground maintaining no vested record title or operating rights interest. We are notifying the Minerals Management Service and all applicable Bureau of Land Management offices of this merger and name change by a copy of this notice. If additional documentation for changes of operator are required by our Field Offices, you will be contacted by them.

If you identify other leases in which the merging entity maintain an interest, please contact this office and we will appropriately document those files with a copy of this Notice.

By Operation of law the name of the principal on Nationwide Oil and Gas Bond held by Conoco Incorporated (ES0085) has been changed to ConocoPhillips Company.

If you have any questions, please contact Bill Forbes at 703-440-1536.

Stullet Broken

Wilbert B. Forbes
Land Law Examiner
Branch of Use Authorization
Division of Resources Planning, Use
and Protection

STATE OF UTAHDEPARTMENT OF NATURAL RESOURCES

FURIM	÷

DIVISION OF OIL, GAS AND MINING	5. LEASE DESIGNATION AND SERIAL NUMBER:
SUNDRY NOTICES AND REPORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL GAS WELL OTHER All	8. WELL NAME and NUMBER: See Attached List
2. NAME OF OPERATOR: Phillips Petroleum Company 3. ADDRESS OF OPERATOR: 980 Plaza Office CITY Bartlesville STATE OK ZIP 74004 (918) 661-4415	9. API NUMBER: See List 10. FIELD AND POOL, OR WILDCAT:
4. LOCATION OF WELL FOOTAGES AT SURFACE: See Attached List	COUNTY:
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:	STATE: UTAH
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPO	ORT, OR OTHER DATA
TYPE OF SUBMISSION TYPE OF ACTION	REPERCORATE CLIRRENT FORMATION
NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: CASING REPAIR CHANGE TO PREVIOUS PLANS DEEPEN FRACTURE TREAT NEW CONSTRUCTION OPERATOR CHANGE	REPERFORATE CURRENT FORMATION SIDETRACK TO REPAIR WELL TEMPORARILY ABANDON TUBING REPAIR
SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: CHANGE TUBING CHANGE WELL NAME CHANGE WELL STATUS PRODUCTION (START/RESUME) COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION	VENT OR FLARE WATER DISPOSAL WATER SHUT-OFF OTHER:
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volume Conoco Inc. was merged into Phillips Petroleum Company, the surviving corporation, on Dewith this merger and effective on the same date, the name of the surviving corporation was Company". We are requesting that a new Operator Number be assigned to ConocoPhillips Please send production reporting forms to Herb Henderson at ConocoPhillips Company, 31 Bartlesville, OK 74004. Herb's phone number is 918-661-4415.	ecember 31, 2002. In connection changed to "ConocoPhillips Company.
Current Operator Phillips Petroleum Company ConocoPhillips Company Mew Operator ConocoPhillips Company Mew Operator ConocoPhillips Company Yolanda Perez	RECEIVED JAN 0 8 2003 DIV. OF OIL, GAS & MINING
NAME (PLEASE PRINT) Yolanda Perez SIGNATURE Wolanda Perez DATE 12/30/2002	nalyst
(This space for State use only)	



SECRETARY'S CERTIFICATE

I, the undersigned, Jennifer M. Garcia, Assistant Secretary of ConocoPhillips Company, formerly Phillips Petroleum Company, organized and existing under and by virtue of the laws of the State of Delaware (the "Corporation"), hereby certify that:

- 1. As Assistant Secretary I am authorized to execute this certificate on behalf of the Corporation.
- 2. The attached photocopy of the Certificate of Amendment to the Restated Certificate of Incorporation of Phillips Petroleum Company (to be renamed ConocoPhillips Company) is a true and correct copy as filed in the office of the Secretary of State of Delaware on the 12th day of December 2002, with an effective date of January 1, 2003 and such Certificate of Amendment has not been modified, amended, rescinded or revoked and is in full force and effect as of the date hereof.
- 3. The attached photocopy of the Certificate of Merger of Conoco Inc. with and into ConocoPhillips Company is a true and correct copy as filed in the office of the Secretary of State of Delaware on the 12th day of December 2002, with an effective date of December 31, 2002 and such Certificate of Merger has not been modified, amended, rescinded or revoked and is in full force and effect as of the date hereof.

IN WITNESS WHEREOF, I have hereunto set my hand as Assistant Secretary and affixed the corporate seal of the Corporation this 7th day of January 2003.

Assistant Secretary nocoPhillips Company

STATE OF TEXAS

888

COUNTY OF HARRIS

§

This instrument was acknowledged before me on January 7, 2003, by Jennifer M. Garcia, Assistant Secretary of ConocoPhillips Company, a Delaware corporation, on behalf of said Corporation.

RECEIVED

JAN 0 8 2003

DIV. OF OIL, GAS & MINING



The First State

I, HARRIET SMITH WINDSOR, SECRETARY OF STATE OF THE STATE OF DELAWARE, DO HEREBY CERTIFY THE ATTACHED IS A TRUE AND CORRECT COPY OF THE CERTIFICATE OF AMENDMENT OF "PHILLIPS PETROLEUM COMPANY", CHANGING ITS NAME FROM "PHILLIPS PETROLEUM COMPANY" TO "CONOCOPHILLIPS COMPANY", FILED IN THIS OFFICE ON THE TWELFTH DAY OF DECEMBER, A.D. 2002, AT 1:41 O'CLOCK P.M.

AND I DO HEREBY FURTHER CERTIFY THAT THE EFFECTIVE DATE OF THE AFORESAID CERTIFICATE OF AMENDMENT IS THE THIRTY-FIRST DAY OF DECEMBER, A.D. 2002, AT 11 O'CLOCK P.M.

JAN 0 8 2003

DIV. OF OIL, GAS & MINING

Darriet Smith Hindson

Harriet Smith Windsor, Secretary of State

AUTHENTICATION: 2183360

DATE: 01-02-03

0064324 8100

030002793

(THU) 12. 12 02 13:32/ST. 13:30 ART ART OF CORPORATIONS FILED 01:41 PM 12/12/2002 020763238 - 0064324

CERTIFICATE OF AMENDMENT

to the

RESTATED CERTIFICATE OF INCORPORATION

of

PHILLIPS PETROLEUM COMPANY (to be renamed ConocoPhillips Company)

Phillips Petroleum Company ("Phillips"), a corporation organized and existing under the General Corporation Law of the State of Delaware (the "DGCL"), hereby certifies that:

- The amendments to Phillips' Restated Certificate of Incorporation set forth below were duly adopted in accordance with the provisions of Section 242 of the DGCL and have been consented to in writing by the sole stockholder of Phillips in accordance with Section 228 of the DGCL.
- Phillips' Restated Certificate of Incorporation is hereby amended by deleting Article I thereof and replacing in lieu thereof a new Article I reading in its entirety as follows:

"The name of the corporation (which is hereinafter referred to as the "Corporation") is ConocoPhillips Company."

- Phillips' Restated Certificate of Incorporation is hereby amended by deleting Section 1 of Article IV thereof and replacing in lieu thereof a new Section 1 reading in its entirety as follows:
 - "Section 1. The Corporation shall be authorized to issue 2,100 shares of capital stock, of which 2,100 shares shall be shares of Common Stock, \$.01 par value ("Common Stock")."
- Pursuant to Section 103(d) of the DGCL, this amendment will become 4. effective at 11:00 p.m., Eastern time, on December 31, 2002.

HOU03:884504.1

RECEIVED

JAN n 8 2003

IN WITNESS WHEREOF, Phillips has caused this certificate to be executed this 12th day of December, 2002.

PHILLIPS PETROLEUM COMPANY

Name: Rick A. Harrington

Title: Senior Vice President, Legal,

and General Counsel

RECEIVED

DIV. OF OIL, GAS & MINING

HQU03:884504.1



The First State

I, HARRIET SMITH WINDSOR, SECRETARY OF STATE OF THE STATE OF DELAWARE, DO HEREBY CERTIFY THE ATTACHED IS A TRUE AND CORRECT COPY OF THE CERTIFICATE OF MERGER, WHICH MERGES:

"CONOCO INC.", A DELAWARE CORPORATION,

WITH AND INTO "CONOCOPHILLIPS COMPANY" UNDER THE NAME OF "CONOCOPHILLIPS COMPANY", A CORPORATION ORGANIZED AND EXISTING UNDER THE LAWS OF THE STATE OF DELAWARE, AS RECEIVED AND FILED IN THIS OFFICE THE TWELFTH DAY OF DECEMBER, A.D. 2002, AT 1:44 O'CLOCK P.M.

AND I DO HEREBY FURTHER CERTIFY THAT THE EFFECTIVE DATE OF THE AFORESAID CERTIFICATE OF MERGER IS THE THIRTY-FIRST DAY OF DECEMBER, A.D. 2002, AT 11:59 O'CLOCK P.M.

JAN 0 8 2003

DIV. OF OIL, GAS & MINING



Varriet Smith Windson

Harriet Smith Windsor, Secretary of State

AUTHENTICATION: 2183370

DATE: 01-02-03

0064324 8100M

030002793

CERTIFICATE OF MERGER

of

Conoco Inc.
(a Delaware corporation)

with and into

ConocoPhillips Company (a Delaware corporation)

Phillips Petroleum Company, a Delaware corporation to be renamed ConocoPhillips Company prior to the effective time of this certificate of merger (the "Surviving Corporation"), in compliance with the requirements of the General Corporation Law of the State of Delaware (the "DGCL") and desiring to effect a merger of Conoco Inc., a Delaware corporation formerly incorporated under the name Du Pont Holdings, Inc. (the "Merging Corporation," and together with the Surviving Corporation, the "Constituent Corporations"), with and into the Surviving Corporation, and acting by its duly authorized officer, DOES HEREBY CERTIFY that:

First: As of the date hereof, the name and state of incorporation of each of the Constituent Corporations of the merger are as follows:

NAME

STATE OF INCORPORATION

PHILLIPS PETROLEUM COMPANY

Delaware

CONOCO INC.

Delaware

Second: An agreement and plan of merger has been approved, adopted, certified, executed and acknowledged by each of the Constituent Corporations in accordance with the requirements of Section 251 of the DGCL;

Third: The name of the Surviving Corporation will be ConocoPhillips Company;

Fourth: The Certificate of Incorporation of ConocoPhillips Company immediately prior to the merger shall be the Certificate of Incorporation of the Surviving Corporation until such time as it may be amended in accordance with applicable law and the provisions thereof;

Fifth: The executed agreement and plan of merger is on file at an office of the Surviving Corporation, the address of which is 600 North Dairy Ashford, Houston, Texas 77079;

RECEIVED

JAN 0 8 2003

Sixth: A copy of the agreement and plan of merger will be furnished by the Surviving Corporation, on request and without cost, to any stockholder of any Constituent Corporation; and

Seventh: Pursuant to Section 103(d) of the DGCL, this certificate of merger will become effective at 11:59 p.m., Eastern time, on December 31, 2002.

Dated: December 12, 2002

PHILLIPS PETROLEUM COMPANY

(a Delaware corporation)

Name: Rick A. Harrington

Title: Senior Vice President, Legal, and General Counsel

RECEIVED
JAN 0 8 2003

STATE OF UTAH PARTMENT OF COMMERCE REGISTRATION

CONOCOPHILLIPS COMPANY

Corporation - Foreign - Profit

562960-0143

REFERENCE NUMBER(S). CLASSIFICATION(S) & DETAIL(S)

EFFECTIVE 06/14/1946

EXPIRATION *RENEWAL

UNITED STATES CORP CO CONOCOPHILLIPS COMPANY GATEWAY TOWER EAST STE 900 10 EAST SOUTH TEMPLE SLC UT 84133

RECEIVED JAN 0 8 2003

DIV. OF OIL, GAS & MINING

STATE OF UTAH **DEPARTMENT OF COMMERCE DIVISION OF CORPORATIONS & COMMERCIAL CODE**

REGISTRATION

EFFECTIVE DATE:

06/14/1946

EXPIRATION DATE:

*RENEWAL

ISSUED TO:

CONOCOPHILLIPS COMPANY



REFERENCE NUMBER(S), CLASSIFICATION(S) & DETAIL(S)

562960-0143

Corporation - Foreign - Profit

*RENEWAL

You will need to renew your registration each anniversary date of the effective date.

Exceptions: DBAs and Business Trusts renew every three (3) years from the effective date.

API Well Number Well Name Well Type Well Status Sec Twpn Twpd	INIGH	Knadi
API Well NumberWell NameWell TypeWell StatusSecTwpnTwpd43-007-30887-00-00ANDREEN 32-529Gas WellAPD3214S	10	
43-007-30865-00-00 COTNER 29-549 Gas Well APD 29 14 S	10	
43-007-30837-00-00 DALLIN 32-615 Gas Well APD 32 13 S		E
43-047-34551-00-00 FED 43-24-3 #1 Gas Well APD 24 10 S	17	
43-047-33982-00-00 FEDERAL 12-17 #1 Gas Well APD 17 10 S	18	
43-047-34471-00-00 FEDERAL 12-29-7 1 Gas Well APD 29 9 S	19	
43-047-34472-00-00 FEDERAL 31-31-6 1 Gas Well APD 31 9 S	19	
43-007-30864-00-00 MCKENDRICK 29-548 Gas Well APD 29 14 S	10	
43-015-30512-00-00 PPCO 19-379 Gas Well APD 19 16 S		E
43-015-30515-00-00 PPCO 24-562 Gas Well APD 24 16 S		Ē
43-015-30548-00-00 PPCO 30-605 Gas Well APD 30 16 S		Ē
43-007-30888-00-00 PRICE 32-438 Gas Well APD 32 14 S	10	
43-007-30813-00-00 RITZAKIS 33-514 Gas Well APD 33 13 S		Ē
43-007-30766-00-00 RITZAKIS 33-516 Gas Well APD 33 13 S		E
43-007-30838-00-00 ROWLEY 32-616 Gas Well APD 32 13 S		Ē
43-007-30863-00-00 SCHMIDT 29-531 Gas Well APD 29 14 S	10	
43-007-30003-00-00 SEELY 15-498 Gas Well APD 15 14 S		E
43-007-30798-00-00 SEELY 15-499 Gas Well APD 15 14 S		E
43-007-30799-00-00 SEELY 15-500 Gas Well APD 15 14 S		E
43-007-30799-00-00 SEELY 15-300 Gas Well APD 13 14 S		E
43-007-30801-00-00 SEELY 22-492 Gas Well APD 22 14 S		E
43-007-30802-00-00 SEELY 22-503 Gas Well APD 22 14 S		E
43-007-30711-00-00 USA 09-452 Gas Well APD 9 15 S		
	9	E E
	9	E
	9	E
	9	E
		E
		E
		E
		E
		E
	10	
		E
43-007-30836-00-00 USA 33-624 Gas Well APD 33 13 S		Ε
43-007-30803-00-00 USA 34-518 Gas Well APD 34 14 S		E
43-007-30478-00-00 UTAH 05-224 Gas Well APD 5 15 S		E
43-015-30411-00-00 UTAH 16-365 Gas Well APD 16 16 S		E
43-015-30412-00-00 UTAH 16-366 Gas Well APD 16 16 S		E
43-015-30413-00-00 UTAH 16-430 Gas Well APD 16 16 S		E
43-015-30299-00-00 UTAH 18-374 Gas Well APD 18 16 S		E
43-015-30420-00-00 UTAH 19-377 Gas Well APD 19 16 S		E
43-015-30492-00-00 UTAH 19-378 Gas Well APD 19 16 S	9	
43-007-30891-00-00 UTAH 19-533 Gas Well APD 19 14 S	10	
43-015-30414-00-00 UTAH 20-381 Gas Well APD 20 16 S	9	
43-015-30421-00-00 UTAH 20-382 Gas Well APD 20 16 S	9	
43-015-30518-00-00 UTAH 25-576 Gas Well APD 25 16 S	8	
43-015-30539-00-00 UTAH 25-578 Gas Well APD 25 16 S	8	
43-015-30540-00-00 UTAH 25-579 Gas Well APD 25 16 S		E
43-007-30817-00-00 UTAH 25-618 Gas Well APD 25 13 S	9	
43-015-30543-00-00 UTAH 26-582 Gas Well APD 26 16 S	8	
43-015-30547-00-00 UTAH 29-608 Gas Well APD 29 16 S	9	E
43-007-30889-00-00 UTAH 32-128 Gas Well APD 32 14 S	10	
43-007-30814-00-00 UTAH 35-506 Gas Well APD 35 13 S	9	E

API Well Number	Well Name	Well Type	Well Status		Twpn	Twpd	Rngn	Rngd
43-047-33750-00-00	FEDERAL 34-29	Gas Well	Р.	29		S	19	
43-007-30782-00-00	GAROFOLA 26-482	Gas Well	Р	26	15	S		E
43-007-30335-00-00	GIACOLETTO 11-113	Gas Well	Р	11	14	S	9	E
43-007-30407-00-00	GIACOLETTO 13-120	Gas Well	Р	13	14	S	9	E
43-007-30345-00-00	GIACOLETTO 14-121	Gas Well	Р	14	14	S	9	E
43-007-30487-00-00	HELPER & ASSOC 07-307	Gas Well	Р	7	15	S	9	Е
43-007-30459-00-00	HELPER & ASSOC 18-236	Gas Well	Р	18	15	S	9	E
43-007-30720-00-00	HELPER & ASSOC 18-308	Gas Well	Р	18	15	S	9	E
	HELPER & ASSOC 8-232	Gas Well	Р	8	15		9	E
	HELPER & ASSOCIATES 7-84	Gas Well	Р	7	15		9	
43-007-30588-00-00	<u> </u>	Gas Well	Р	16	15		10	
	KAKATSIDES 31-197	Gas Well	Р	31	14		9	
43-007-30296-00-00	L	Gas Well	Р	17	15		10	
43-007-30323-00-00	· · · · · · · · · · · · · · · · · · ·	Gas Well	Ρ	16	14		9	
· ·	PETES WASH 23-12 #1	Gas Well	Р	12	10		17	
43-007-30748-00-00		Gas Well	P	25	15		8	F
43-007-30749-00-00	<u> </u>	Gas Well	P	25	15		8	E
43-007-30754-00-00	l	Gas Well	P	26	15		8	
43-007-30755-00-00	<u> </u>	Gas Well	P	26	15		8	
43-007-30745-00-00		Gas Well	P	26	15		8	
	PINNACLE PEAK 19-171	Gas Well	P	19	14		9	
43-007-30845-00-00	1	Gas Well	P	10	15		8	
43-007-30282-00-00		Gas Well	P	19	15		10	
43-007-30283-00-00		Gas Well	P	19	15		10	
43-007-30346-00-00	- Carrier I	Gas Well	P	30	15		10	
43-015-30279-00-00		Gas Well	P	10	16		8	
43-015-30494-00-00		Gas Well	P	15	16		8	
	PRETTYMAN 10-15-34	Gas Well	P	10	14		9	
	PRETTYMAN 11-114	Gas Well	P	11	14		9	
43-007-30653-00-00		Gas Well	P	21	15		9	
43-007-30743-00-00	L	Gas Well	P	21	15		9	
43-007-30747-00-00		Gas Well	P	25	15			E
43-007-30559-00-00	+	Gas Well	P	28	15		9	<u> </u>
43-007-30518-00-00	L.,	Gas Well	P	28	15		9	<u> </u>
43-007-30509-00-00		Gas Well	P	3	14		9	
43-007-30473-00-00		Gas Well	P	5	14		9	
43-007-30474-00-00		Gas Well	P	5	14		9	
43-007-30475-00-00		Gas Well	P		14		9	
43-007-30479-00-00		Gas Well	P	8	14		9	
43-007-30476-00-00		Gas Well	P	8	14			
The state of the s	ROBERTSON 32-127		P				9	
43-007-30610-00-00		Gas Well	P	32	14		10	1100
43-007-30723-00-00		Gas Well	P	16	15		10	
43-007-30765-00-00		·	P	16	15		10	
43-007-30800-00-00				16	15		10	
43-007-30000-00-00			Р	22	14		8	
43-007-30142-00-00		Gas Well	P	25	14		9	
	STELLA-HAMAKER 10-174		P	36	14		9	
43-007-30716-00-00		Gas Well	Р	10	15	- 1		E
43-007-30746-00-00			P	23	15		8	
·		Gas Well	P	15	14			E
43-007-30322-00-00			Р	16	14		9	
43-007-30300-00-00			P	19	14		9	
43-007-30299-00-00			P	19	14		9	
43-007-30327-00-00	TELUNIS 20-152	Gas Well	P	_20	14	S	9	E

API Well Number	Well Name	Well Type	Well Status	Sec	Twpn	Twpd	Rngn	Rngd
43-007-30631-00-00	USA 13-419	Gas Well	Р	13	15		8	
43-007-30707-00-00	USA 13-447	Gas Well	Р	13	14	S		E
43-007-30706-00-00	USA 13-470	Gas Well	Р	13	14	S		
43-007-30789-00-00	USA 13-474	Gas Well	Р	13	14	S	8 8	Ē
43-007-30790-00-00	USA 13-475	Gas Well	Р	13	14	S	8	E
43-007-30568-00-00	USA 13-91	Gas Well	Р	13	14		9	
43-007-30404-00-00	USA 14-122	Gas Well	Р	14	14	l I	9	
43-015-30418-00-00	·	Gas Well	P	1	16		9	
43-007-30579-00-00	USA 14-325	Gas Well	Р	14	15		8	
43-007-30634-00-00	USA 14-386	Gas Well	Р	14	15		8	
43-007-30646-00-00	USA 14-416	Gas Well	Р	14	15		8	
43-007-30647-00-00	USA 14-417	Gas Well	Р	14	15	S	8	
43-007-30791-00-00	USA 14-476	Gas Well	Р	14	14			E
43-007-30792-00-00	USA 14-477	Gas Well	Р	14	14			E
43-007-30529-00-00	USA 14-74	Gas Well	Р	14	14			E
43-007-30263-00-00	USA 14-75	Gas Well	Р	14	14		9	
43-007-30450-00-00	USA 15-176	Gas Well	Р	15	14		9	
43-007-30423-00-00	USA 15-177	Gas Well	Р	15	14		9	
43-007-30690-00-00	USA 15-420	Gas Well	Р	15	15		8	
43-007-30691-00-00		Gas Well	Р	15	15		8	
43-007-30264-00-00	USA 15-88	Gas Well	Р	15	14		9	
43-007-30422-00-00	USA 17-179	Gas Well	Р	17	14		9	
43-007-30622-00-00	USA 17-180A	Gas Well	Р	17	14		9	F
43-007-30618-00-00	USA 18-181	Gas Well	Р	18	14		9	F
43-007-30417-00-00	USA 18-182	Gas Well	Р	18	14		9	
43-007-30619-00-00	USA 18-435	Gas Well	Р	18	14		9	
43-007-30393-00-00	USA 19-222	Gas Well	Р	19	15		10	
43-007-30392-00-00	USA 19-73	Gas Well	Р	19	15		10	
43-007-30448-00-00	USA 20-287	Gas Well	Р	20	15		10	F
43-007-30451-00-00	USA 20-288	Gas Well	Р	20	15		10	Ē
43-007-30590-00-00	USA 20-398	Gas Well	Р	20	15		10	
43-007-30591-00-00	USA 20-399	Gas Well	Р	20	15		10	
43-007-30424-00-00	USA 21-184	Gas Well	Р	21	14		9	
43-007-30425-00-00		Gas Well	Р	21	14		9	
43-007-30426-00-00	USA 22-185	Gas Well	Р	22	14		9	
43-007-30477-00-00		Gas Well	Р	22	14		9	
43-007-30700-00-00		Gas Well	Р	22	15		8	
43-007-30611-00-00		Gas Well	Р	23	14		8	
43-007-30650-00-00		Gas Well	Р	23	15		8	
43-007-30704-00-00		Gas Well	Р	23	15		8 1	
43-007-30503-00-00		Gas Well	Р	23	15		8 1	
43-007-30793-00-00		Gas Well	Р	23	14		8 1	
43-007-30794-00-00		Gas Well	Р	23	14		8 1	
43-007-30795-00-00		Gas Well	P	23	14		8 1	
43-007-30469-00-00		Gas Well	Р	24	14		8 1	
43-007-30612-00-00		Gas Well	Р	24	14		8	
43-007-30613-00-00	USA 24-388		Р	24	14		8 8	
43-007-30651-00-00		Gas Well	Р	24	15		8 8	
43-007-30648-00-00	USA 24-444		Р	24	15		8 8	
43-007-30708-00-00	USA 24-446		P	24	14 5		8 8	
43-007-30652-00-00	USA 24-448		Р	24	15 3		8 8	
43-007-30705-00-00	USA 24-449		P	24	15		8 E	
43-007-30505-00-00		Gas Well	Р	25	15 9		8 8	
43-007-30614-00-00	USA 26-393	Gas Well	Р	26	14 5		8 E	
					171		UL	

API Well Number	Well Name	Well Type	Well Status	Sec	Twpn	Twpd	Rngn	Rnad
43-007-30430-00-00	<u> </u>	Gas Well	Р	6	15			E
43-007-30562-00-00		Gas Well	P	6	15	1		E
43-007-30716-00-00		Gas Well	P	6	15		9	E
43-007-30409-00-00		Gas Well	P	7	15	4	9	E
43-007-30421-00-00		Gas Well	P	7	15	1		E
43-007-30411-00-00		Gas Well	P	8	15			E
43-007-30488-00-00		Gas Well	P	8	15			E
43-015-30464-00-00		Gas Well	P	8	16		9	E
43-015-30378-00-00		Gas Well	P	8	16		9	
43-015-30379-00-00		Gas Well	P	8	16		9	
43-015-30380-00-00		Gas Well	P	8	16		9	
43-007-30449-00-00		Gas Well	P	9	15			E
43-007-30561-00-00		Gas Well	Р	9	15			E
43-015-30300-00-00	I	Gas Well	Р	9	16		9	
43-015-30407-00-00	1	Gas Well	P	9	16		9	
43-015-30397-00-00		Gas Well	P	9	16			E
43-015-30408-00-00			P	9				
		Gas Well	·		16			E
43-007-30580-00-00		Gas Well	Р	9	15		10	7.700
43-007-30605-00-00		Gas Well	Р	9	15		10	
43-007-30657-00-00	L	Gas Well	Р	9	15		10	
43-007-30722-00-00		Gas Well	Р	9	15		10	
43-007-30302-00-00	I	Gas Well	P	10	15		9	
43-007-30298-00-00		Gas Well	Р	10	15		9	
43-007-30432-00-00		Gas Well	Р	10	15		9	E
43-007-30303-00-00		Gas Well	Р	10	15			E
43-007-30228-00-00		Gas Well	Р	11	15		9	
43-007-30229-00-00		Gas Well	Р	11	15		9	
43-007-30230-00-00		Gas Well	Р	11	15		9	E
43-007-30231-00-00		Gas Well	Р	11	15		9	
43-007-30467-00-00		Gas Well	Р	1	15		8	
43-007-30210-00-00		Gas Well	Р	12	15		9	
43-007-30232-00-00		Gas Well	Р	12	15		9	
43-007-30233-00-00		Gas Well	Р	12	15		9	
43-007-30234-00-00		Gas Well	Р	12	15		9	
43-015-30493-00-00		Gas Well	Р	13	16		8	
43-015-30301-00-00		Gas Well	Р	13	16		8	
43-007-30243-00-00		Gas Well	Р	13	15		9	
43-007-30244-00-00		Gas Well	Р	13	15	S	9	E
43-007-30245-00-00		Gas Well	Р	13	15		.9	E
43-007-30246-00-00		Gas Well	Р	13	15		9	E
43-007-30439-00-00		Gas Well	Р	13	14		9	
43-007-30220-00-00		Gas Well	Р	1	15	S	9	E
43-007-30221-00-00		Gas Well	P	1	15	S	9	E
43-007-30222-00-00		Gas Well	Р	1	15	S	9	E
43-007-30223-00-00		Gas Well	Р	1	15	S	9	E
43-015-30330-00-00		Gas Well	Р	14	16	S	8	E
43-015-30331-00-00		Gas Well	Р	14	16	S	8	E
43-007-30239-00-00		Gas Well	Р	14	15	S	9	E
43-007-30240-00-00		Gas Well	Р	14	15	S	9	
43-007-30241-00-00		Gas Well	Р	14	15		9	
43-007-30242-00-00		Gas Well	Р	14	15		9	
43-015-30334-00-00		Gas Well	Р	15	16		8	
43-007-30416-00-00			Р	17	15		10	
43-007-30277-00-00			Р	17	15		10	
			`			<u> </u>	10	

API Well Number	Well Name	Well Type	Well Status	Sec	Twpn	Twpd	Rngn	Rngd
43-007-30255-00-00	UTAH 24-80	Gas Well	Р	24	15	S		E
43-007-30256-00-00	UTAH 24-81	Gas Well	Р	24			9	Е
43-007-30267-00-00	UTAH 24-86	Gas Well	Р	24	15	S	9	E
43-007-30375-00-00	UTAH 24-87	Gas Well	Р	24	15	S	9	E
43-007-30227-00-00	UTAH 2-49	Gas Well	Р	2	15	S	9	E
43-007-30157-00-00	UTAH 25-11-7	Gas Well	Р	25	14	S		E
43-007-30399-00-00		Gas Well	Р	25	15		9	
43-007-30400-00-00	1	Gas Well	Р	25	15		9	
43-007-30401-00-00	UTAH 25-253	Gas Well	Р	25	15		9	
43-007-30402-00-00	<u> </u>	Gas Well	Р	25	15		9	
43-007-30600-00-00		Gas Well	Р	25	14		8	
43-007-30599-00-00		Gas Well	Р	25	14		8	
43-007-30658-00-00		Gas Well	Р	25	14		8	
43-007-30602-00-00	1	Gas Well	Р	25	14		8	
43-007-30206-00-00		Gas Well	P	25	14		9	E
43-015-30519-00-00		Gas Well	P	25	16			E
43-007-30156-00-00		Gas Well	P	25	14			E
43-007-30204-00-00		Gas Well	P	26	14		9	
43-007-30205-00-00		Gas Well	Р	26	14		9	F
43-007-30181-00-00		Gas Well	P	26	14		9	
43-007-30446-00-00		Gas Well	P	26	15		9	
43-007-30445-00-00		Gas Well	Р	26	15		9	
43-007-30444-00-00		Gas Well	Р	26	15		9	
43-007-30514-00-00		Gas Well	Р	26	15		9	
43-015-30541-00-00		Gas Well	P	26	16		8	F
43-015-30542-00-00		Gas Well	P	26	16		8	
43-015-30544-00-00		Gas Well	P	26	16		8	
43-007-30202-00-00		Gas Well	P	26	14		9	
43-007-30395-00-00		Gas Well	P	27	14		9	
43-007-30292-00-00		Gas Well	P	27	14		9	
43-007-30457-00-00		Gas Well	P	27	15		9	
43-007-30458-00-00		Gas Well	P	27	15		9	F
43-007-30712-00-00		Gas Well	P	27	14		8	<u> </u>
43-007-30714-00-00		Gas Well	P	27	14		8	<u> </u>
43-007-30777-00-00		Gas Well	P	27	14		8	<u> </u>
43-015-30545-00-00			P	27	16		8	
43-007-30193-00-00		Gas Well	P	27	14		9	
43-007-30186-00-00		Gas Well	P	27	14		9	
43-007-30396-00-00		Gas Well	P	28	14		9	
43-007-30397-00-00		Gas Well	P	28	14		9	
43-007-30293-00-00		Gas Well	P	28	14		9	
43-007-30294-00-00			P	28	14		9	
43-007-30551-00-00			P	28	15		9	
43-007-30560-00-00			P	28	15		9	
43-007-30405-00-00			P	29	14		9	
43-007-30427-00-00			P	29				
43-007-30739-00-00			P		14		9	
43-007-30740-00-00		Gas Well Gas Well	P	29 29	15		9	
43-007-30741-00-00			P		15		9	
43-007-30741-00-00				29	15		9	
43-007-30742-00-00			P	29	15		9	
43-007-30202-00-00			Р	30	14		10	
43-007-30165-00-00			P	30	14		10	
43-007-30263-00-00			<u>P</u>	30	14		9	
TO-001-000 11- 00-00	0171130-190	Gas Well	Ρ	30	14	<u>s</u>	9 1	E

API Well Number	Well Name	Well Type	Well Status	Sec	Twpn	Twpd	Rngn	Rngd
43-007-30178-00-00	UTAH 36-1-2	Gas Well	Р	36	14			E
43-007-30341-00-00	UTAH 36-135	Gas Well	Р	36	15	S		E
43-007-30343-00-00	UTAH 36-136	Gas Well	Р	36	15	S		Е
43-007-30342-00-00	UTAH 36-137	Gas Well	Р	36	15	S		E
43-007-30315-00-00		Gas Well	Р	36	14	S	8	E
43-007-30316-00-00	UTAH 36-163	Gas Well	Р	36	14	S	8	E
43-007-30317-00-00		Gas Well	Р	36	14	S	8	Е
43-007-30318-00-00	UTAH 36-165	Gas Well	Р	36	14	S	8	Ε
43-007-30144-00-00	UTAH 36-9-5	Gas Well	Р	36	14	S -		E
43-015-30341-00-00	UTAH 4-280	Gas Well	Р	4	16		9	
43-015-30342-00-00	UTAH 4-282	Gas Well	Р	4	16		9	
43-007-30384-00-00	UTAH 5-205	Gas Well	Р	5	15	S	9	E
43-007-30269-00-00	1	Gas Well	Р	5	15		10	E
43-007-30270-00-00		Gas Well	Р	5	15	S	10	
43-007-30271-00-00	I	Gas Well	Р	5	15	S	10	
43-007-30217-00-00		Gas Well	Р	6	15		10	Е
43-007-30218-00-00		Gas Well	Р	6	15	S	10	E
43-007-30219-00-00		Gas Well	Р	6	15	S	10	E
43-007-30254-00-00		Gas Well	Р	6	15	S	10	E
43-007-30235-00-00		Gas Well	Р	7	15	S	10	Е
43-007-30236-00-00		Gas Well	Р	7	15	S	10	
43-007-30237-00-00		Gas Well	Р	7	15	S	10	E
43-007-30238-00-00		Gas Well	Р	7	15	S	10	E
43-007-30275-00-00		Gas Well	Р	8	15		10	E
43-007-30410-00-00		Gas Well	Р	8	15	S	9	E
43-007-30272-00-00		Gas Well	Р	8	15	S	10	E
43-007-30285-00-00		Gas Well	Р	8	15	S	10	E
43-007-30274-00-00		Gas Well	Р	8	15	S	10	E
43-007-30413-00-00		Gas Well	Р	9	15	S	9	E
43-007-30414-00-00			Р	9	15	S	9	E
43-007-30279-00-00			Р	30	14		10	E
			P	5	15		10	
43-015-30250-00-00	UTAH 16-110	Gas Well	Shut_In	16	16	S	9	E

DIVISION OF OIL, GAS AND MINING

SPUDDING INFORMATION

Name of Company: CONOCOPHILLIPS COMPANY							
Well Name:	SCHMIDT 29-531						
Api No: 43-007-30	Lease Type:	FEE					
Section 29 Town	ship 14S Range 10E Co	ounty CARBON					
Drilling Contractor	PENSE BROTHERS	RIG #9					
Time	08/11/03 11:00 AM DRY						
Reported by	FRANKIE HATHAWA	Y					
Telephone #	1-435-613-9777						
Date 08/11/2003	Signed:	CHD					

STATE OF UTAH

0 0 7 DIVISION OF OIL, GAS AND MINII	NG	Lease Designation and Serial Number:
	VALLE	Private 6. If Indian, Allottee or Tribe Name:
SUNDRY NOTICES AND REPORTS ON	WELLS	N/A
Do not use this form for proposals to drill new wells, deepen existing wells, or to reenter pluge Use APPLICATION FOR PERMIT TO DRILL OR DEEPEN form for such pr	ged and abandoned wells. roposals.	7. Unit Agreement Name: Drunkards Wash UTU-67921X
1. Type of Well: OIL GAS IX OTHER:		8. Well Name and Number: Schmidt 29-531
		9 API Well Number:
2. Name of Operator: ConocoPhillips Company		43-007-30863
3. Address and Telephone Number: 6825 S. 5300 W. P.O. Box 851 Price, Utah 84501 (4	35) 613-9777	10. Field or Pool, or Wildcat: Drunkards Wash
4. Location of Well Footages: 1803' FSL, 2148' FWL QQ, Sec., T., R., M.: NE/4, SW4 Sec. 29, T. 14S, R.10E, SLB&M		County: Carbon County State: Utah
CUECK ADDDODDIATE POVES TO INDICATE NA	TURE OF NOTICE.	
11. CHECK APPROPRIATE BOXES TO INDICATE NA	TORE OF HOTIOE,	TEL ONI, ON OTHER DATE.
NOTICE OF INTENT (Submit in Duplicate)		SUBSEQUENT REPORT (Submit Original Form Only)
□ Abandon □ New Construction □ Repair Casing □ Pull or Alter Casing □ Change of Plans □ Recomplete □ Convert to Injection □ Reperforate □ Fracture Treat or Acidize □ Vent or Flare □ Multiple Completion □ Water Shut-Off □ Other Approximate date work will start 12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and general vertical depths for all markers and zones pertinent to this work.)	Date of work completio Report results of Multipl COMPLETION OR RECOMPL * Must be accompanied by a companied b	Acidize
Please be advised that the Schmidt 29-531 well was spense bros. Rig #9 Dry drill	pud on 8/11/03 at 12:00	
		ORIGINAL
A	ECEIVED UG 1 5 2003 OIL, GAS & MINIME	Not Confidential CONFIDENTIAL CONFIDENTIAL
Name & Signature: Frankie Hathaway (This space for state use only)	Title: Oper	ations Clerk Date: 8/13/03

STATE OF UTAH DIVISION OF OIL, GAS AND MINING

ENTITY ACTION FORM - FORM 6

OPERATOR ADDRESS

ConocoPhillips Company

6825 S. 5300 W. P.O. Box 851

Price, UT 84501

OPERATOR ACCT. NO. N2335_

ACTION	CURRENT	NEW	API NUMBER	WELL NAME			WELL L	OCATIO	N	SPUD DATE	EFFECTIVE
CODE	ENTITY NO.	ENTITY NO.			QQ	SC	TP	_RG	COUNTY	ļ	DATE
Α	99999	13856	43-007-30879	ANR 27-690	NESE	27	15S	08E	Carbon	8/7/03	8/22/03
WELL 1 (COMMENTS:	New s	ingle well spud out	side PA but inside of Unit Boundary							
6				a milside							
fre	6d						r	r		1	
A	99999	13857	43-007-30863	Schmidt 29-531	NESW	29	14S	10E	Carbon	8/11/03	422/03
WELL 2	COMMENTS:	New single	e well spud outside	PA but inside of Unit Boundary							·
		C	· .	~							
frs	<u>d</u>		T	AND 27 (80	1		l .			8/4/03	
A 	99999	13858	43-007-30880	ANR 27-689	NESW	27	15S	08E	Carbon	6/4/03	8/22/03
WELL 3	COMMENTS:	New single	e well spud outside	PA but inside of Unit Boundary + Juliane							
				+ outside							
frs	人	1		<u> </u>			Ι	T T		Ţ	
WELL 4	COMMENTS:										
										ORI	GINA
	T	Т		T	<u> </u>		<u> </u>				MAIIO
							<u> </u>				
WELL 5	COMMENTS	:								00	1415
										U	NHIDEN
										<u> </u>	NFIDEN
CTION (CODES (See I	Instructions on	back of form)							and i	. 10

NOTE: Use COMMENT section to explain why each Action Code was selected.

D - Re-assign well from one existing entity to a new entity

C - Re-assign well from one existing entity to another existing entity

A - Establish new entity for new well (single well only)

B - Add new well to existing entity (group or unit well)

E - Other (explain in comments section)

DIV. OF OIL, GAS & MINING

RECEIVED

AUG 1 5 2003

Title

Frankie Hathaw

Operations Clerk

Signature

8/13/03 Date

Phone No. (435) 613-9777

STATE OF UTAH

	DIVISION OF OI				5. Lease Designation and Serial Number:			
0.0		Private						
<u>0 9 </u>		6. If Indian, Allottee or Tribe Name:						
SUNDRY N	IOTICES AND	REPORTS C	N WELLS	1		ribe Name:		
				N/A				
Do not use this form for propose Use APPLICA	als to drill new wells, deepen ex FION FOR PERMIT TO DRILL	xisting wells, or to reenter . OR DEEPEN form for su	plugged and abandoned wells. ch proposals.	7. Unit Agre Drunl	ement Nam kards W	ash UTU-67921X		
1. Type of Well: OIL GAS	X OTHER:	-		8. Well Na				
1. Type of Well: OILLI GASI	2 OTTILIN.			Schr	nidt 29-	531		
2. Name of Operator:	DL III C			9. API Wel				
Conoc	oPhillips Company			43-	007-308	363		
3. Address and				10. Field or				
Telephone Number: 6825 S. 5300	W. P.O. Box 851 I	Price, Utah 84501	(435) 613-9777	Dr	unkards	Wash		
4. Location of Well				County:	Carbon	County		
Footages: 1803' FSL, QQ, Sec., T., R., M.:	2148' FWL			State:	Caroon	County		
NE/4, SW/4 S	ec. 29, T. 14S, R.10	E, SLB&M			Utah			
NE/4, SW/4 S	ec. 29, T. 14S, R.10 PRIATE BOXES		NATURE OF NOTIC			THER DATA		
CHECK APPRO			NATURE OF NOTIO		, OR O	PORT		
CHECK APPRO	PRIATE BOXES TICE OF INTENT ubmit in Duplicate)		NATURE OF NOTIO	SUBSEQU	, OR O	PORT		
CHECK APPRO NO (S	DPRIATE BOXES FICE OF INTENT ubmit in Duplicate) New Col	TO INDICATE		SUBSEQU (Submit Or	, OR O	PORT Only)		
CHECK APPRO NO (S	DPRIATE BOXES FICE OF INTENT ubmit in Duplicate) New Col	TO INDICATE I	☐ Abandon *	SUBSEQU (Submit Or	, OR O	PORT Only) New Construction		
CHECK APPRO NO (s Abandon Repair Casing	DPRIATE BOXES FICE OF INTENT ubmit in Duplicate) New Cor	nstruction lter Casing	☐ Abandon * ☐ Repair Casing	SUBSEQU (Submit Or	JENT RE	PORT Only) New Construction Pull or Alter Casing		
CHECK APPRO CHECK APPRO NO (IS Abandon Repair Casing Change of Plans	DPRIATE BOXES TICE OF INTENT ubmit in Duplicate) New Cor Pull or A Recomp	nstruction Liter Casing	☐ Abandon * ☐ Repair Casing ☐ Change of Pla ☐ Convert to Inj	SUBSEQU (Submit Or	JENT REiginal Form	PORT Only) New Construction Pull or Alter Casing Reperforate		
NE/4, SW/4 S CHECK APPRO NO (S Abandon Repair Casing Change of Plans Convert to Injection	DPRIATE BOXES TICE OF INTENT ubmit in Duplicate) New Cot Pull or A Recomp	nstruction Liter Casing Selete rate Flare	☐ Abandon * ☐ Repair Casing ☐ Change of Pla ☐ Convert to Inj ☐ Fracture Trea	SUBSEQU (Submit Or ans ection t or Acidize Well Report	JENT REiginal Form	PORT Only) New Construction Pull or Alter Casing Reperforate Vent or Flare Water Shut-Off		
NE/4, SW/4 S CHECK APPRO NO (S Abandon Repair Casing Change of Plans Convert to Injection Fracture Treat or Acidize	DPRIATE BOXES TICE OF INTENT ubmit in Duplicate) New Coi Pull or A Recomp Reperfor Vent or I Water S	nstruction Liter Casing Selete rate Flare hut-Off	☐ Abandon * ☐ Repair Casing ☐ Change of Pla ☐ Convert to Inj	SUBSEQU (Submit Or ans ection t or Acidize Well Report	JENT REiginal Form	PORT Only) New Construction Pull or Alter Casing Reperforate Vent or Flare Water Shut-Off		
NE/4, SW/4 S CHECK APPRO NO (S Abandon Repair Casing Change of Plans Convert to Injection Fracture Treat or Acidize Multiple Completion	DPRIATE BOXES TICE OF INTENT ubmit in Duplicate) New Cor Pull or A Recomp Reperfor Vent or I Water S	nstruction Liter Casing Solete rate Flare hut-Off	☐ Abandon * ☐ Repair Casing ☐ Change of Pla ☐ Convert to Inj ☐ Fracture Trea ☑ Other ☐ Date of work comp	SUBSEQU (Submit Or Inns ection t or Acidize Well Report	JENT RE iginal Form	PORT Only) New Construction Pull or Alter Casing Reperforate Vent or Flare Water Shut-Off		
NE/4, SW/4 S CHECK APPRO NO (S Abandon Repair Casing Change of Plans Convert to Injection Fracture Treat or Acidize Multiple Completion Other	DPRIATE BOXES TICE OF INTENT ubmit in Duplicate) New Cor Pull or A Recomp Reperfor Vent or I Water S	nstruction Liter Casing Solete rate Flare hut-Off	☐ Abandon * ☐ Repair Casing ☐ Change of Pla ☐ Convert to Inj ☐ Fracture Trea ☑ Other ☐ Date of work comp	SUBSEQUE (Submit On Insection to r Acidize Well Report Deletion Multiple Completions a	JENT RE iginal Form	PORT Only) New Construction Pull or Alter Casing Reperforate Vent or Flare Water Shut-Off		

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

See Attached:



CONFIDENTIAL

13.		i			
		Man hi	1/2/1/2		
Name & Signature:	Frankie Hathaway	Villanka	Hathaway	Title: Operations Clerk	Date: 8/25/03

(This space for state use only)

RECEIVED

AUG 2 7 2003

DRUNKARDS WASH PROJECT DAILY WELL REPORT

SCHMIDT

29-531

API NO: 43-007-30863

1803' FSL, 2148' FWL

NESW SEC: 29 TWN 14S RNG: 10E

SPUD TIME/DATE: 8/11/2003 12:00:00 PM TD TIME/DATE: 8/12/2003 7:30:00 PM

COUNTY: Carbon

ELEVATION: 5608.2

TD DEPTH: 1670

DRILLING CONTRACTOR: Pense Brothers Rig #9

ON-LINE TIME/DATE:

Bit Information

<u>Type</u>	<u>Size</u>	<u>In</u>	<u>Out</u>	<u>Hours</u>	Rotating Hours
Air Hammer	15 in	0.00	21.00	1	0.5
Air Hammer	11 in	21.00	290.00	2.5	2
Air Hammer	7 7/8	275.00		22	9.5

Conductor Casing

Bore Hole Size: 15 in

Conductor From: 0.00

To: 21.00

Casing Description: 12 3/4in PE

Number of Joints: 1

Set @: 21.00

Cement:

Amount:

Cement Report:

Surface Casing

Bore Hole Size: 11 in

Surface Casing From: 21.00 To: 290.00

Casing Description: 8 5/8 in 24#/ft J-55

Number of Joints: 9

Set @: 275.00

Cement: G + 2%S-1 + 1/4#/sk D-29

Amount: 108.00

Cement Report: r/up cementers, safety mtg, test lines, pump 25bbls ahead, mix & pump cement, displace w/

15bbls of h2o, close valve @ 4:15pm 8/11/03 5bbls good cement to surface,

Production Casing

Bore Hole Size: 7 7/8 in

Prod.Casing From: 275.00 To: 1670.00

Length: 1618.00

Casing Description: 5 1/2 in 17#/ft N-80

Number of Joints: 38

Lead Cement 50/50 POZ, 8%D20, 10%D44, 2%S001, 1/4#/sk Amount: 140.00

Tail Cement: 10-1 RFC

Amount: 75.00

Cement Report: r/up cementers, safety mtg, test lines, pump 40bbls ahead, mix & pump cement, s/down,

drop plug, displace w/ 37.5bbls of h20, plug down @

Float Equipment: 5 1/2in float shoe

Centralizers ran on: 2,5,9,13, & 21

Drilling Data

DAY 1 8/12/2003

CURRENT DEPTH 290 CURRENT OPERATIONS: n/up bop

ROTATING HRS: 2.50

and the second of the second

7am-10am move on location,

10am-12pm r/up service equipment, safety mtg, jsa,

12pm-1pm spud @ 12pm 8/11/03, drill & set 21ft of conductor,

1pm-3:15pm n/up & drill 290ft of 11in hole, pooh,

3:15pm-3:40pm rih w/ 8 5/8in guide shoe + 9jts of 8 5/8in csg, land @ 275ft,

3:40pm-4:15pm r/up cementers, safety mtg, cement surace pipe, close valve @ 4:15pm 8/11/03, 5bbls good cement to surface,

4:15pm-6:30pm r/down cementers, clean up rig, sdfn

6:30pm-7am no activity,

Estimated Daily Cost:



DAY 2 8/13/2003

CURRENT DEPTH 1670 CURRENT OPERATIONS: rih to bottom,

ROTATING HRS: 9.50

7am-8am n/up bop & manifold,

8am-9am test bop,

9am-10am change bits, rih, drill out cement,

10am-12pm drill to 770ft,

12pm-3pm drill 770-1370ft,

3pm-7:30pm drill 1370-1670ft, td @ 7:30pm 8/12/03,

7:30pm-8:15pm clean hole & pull up to 1000ft (above ferron) & sdfn,

Estimated Daily Cost:



DAY 3 8/14/2003

CURRENT DEPTH 1670 CURRENT OPERATIONS: r/up to run csg,

ROTATING HRS: 0.00

7am-7:30am safety mtg, rih to bottom, 10ft fill,

7:30am-8:15am pooh,

8:15am-11am r/up loggers, log well r/down loggers, release rig @ 11am 8/13/03,

11am-12pm r/down rig & move to yard,

12pm-3pm no activity,

3pm-6pm move workover on, r/up, set racks, unload & tally csg,

6pm-7am no activity,

Estimated Daily Cost: DAY 4 8/15/2003

CURRENT DEPTH 1618 CURRENT OPERATIONS: no activity,

ROTATING HRS: 0.00

7am-8am safety mtg, prep to run csg,

8am-9am rih w/ 5 1/2in float shoe + 38its of csg, land @ 1618.45ft,

9am-9:30am r/up cementers, safety mtg,

9:30am-10:05am cement longstring, plug down @ 10:05am 8/14/03, 7bbls good cement to surface,

10:05am-11am r/down cementers, sdfn

Estimated Daily Cost:



0

STATE OF UTAH

SUNDRY NOTICES		NG	5. Lease Designation and Serial Number:			
			Private			
	S AND PEDOPTS ON	WELLS	6. If Indian, Allottee or Tribe Name:			
	S AND REPORTS ON	WELLO	N/A			
Do not use this form for proposals to drill new w	vells, deepen existing wells, or to reenter plugg	ged and abandoned wells.	7. Unit Agreement Name:			
Use APPLICATION FOR PER	oposals.	Drunkards Wash UTU-67921X				
pe of Well: OIL GAS X OTHE		8. Well Name and Number:				
36 OF VICIN. 3.12.11 3.10.11			Schmidt 29-531			
me of Operator: ConocoPhillips (Company		9. API Well Number: 43-007-30863			
			10. Field or Pool, or Wildcat:			
ddress and Shone Number: 6825 S 5300 W/ P.O.	Box 851 Price, Utah 84501 (4	35) 613-9777	Drunkards Wash			
cation of Well	Box 651 Tree, Otan 64501 (1	30) 013 3111				
1803' FSL, 2148' F	WL		County: Carbon County			
O. Sec., T., R., M.:	29, T14S, R10E, SLB&M		State: Utah			
		TURE OF NOTICE, RI	EPORT, OR OTHER DATA			
- OHEON AT INOT NIATE	DOXES TO INDIGITE TO	1				
NOTICE OF IN		SUBSEQUENT REPORT				
(Submit in Duplic		□ Abandon *	(Submit Original Form Only) New Construction			
Abandon Repair Casing		☐ Abandon * ☐ Repair Casing	□ Pull or Alter Casing			
Change of Plans	•	☐ Change of Plans	☐ Reperforate			
Convert to Injection	•	☐ Convert to Injection	☐ Vent or Flare			
Fracture Treat or Acidize	·	☐ Fracture Treat or Aci	dize Water Shut-Off			
Multiple Completion	Water Shut-Off		ection Notification			
Other		Date of work completion				
oproximate date work will start		Department of Multiple C	Samulations and Decemblations to different reconsciences WE			
		COMPLETION OR RECOMPLET	Completions and Recompletions to different reservoirs on WE FION REPORT AND LOG form.			
		* Must be accompanied by a cen	nent verification report.			
Please be advised that the Gas production: 578 by Water production: 578 by Water production: 578 by Please be advised that the Gas production: 578 by Water production: 578 by Please be advised that the Gas production of the Water production of th	ne Schmidt 29-531 showed firs	st production on: 9/22/03	ORIGINAL			
			CONFIDENTIAL			

(This space for state use only)

OCT 0 9 2003

FORM 8

STATE OF UTAH

NOV 0 3 2003

DIVISION OF OIL, GAS AND MINING 5. LEASE DESIGNATION AND SERIAL NO. DIV. OF OIL, GAS & MIN NG Private 011 6. IF INDIAN, ALLOTTEE OR TRIBE NAME WELL COMPLETION OR RECOMPLETION REPORT AND LOG la. TYPE OF WELL 7. UNIT AGREEMENT NAME X DRY Other_ b. TYPE OF COMPLETION Drunkards Wash UTU-67921X DIFF NEW WORK DEEP-RESVR. Other 5 WELL X OVER BACK 8. FARM OR LEASE NAME -XPIHED Schmidt 2. NAME OF OPERATOR 9 WELL NO. ConocoPhillips Company 3. ADDRESS OF OPERATOR 29-531 10. FIELD AND POOL, OR WILDCAT 6825 S. 5300 W. P.O. Box 851 Price, Utah 84501 (435) 613-9777 Drunkards Wash LOCATION OF WELL (Report location clearly and in accordance with any State requirements) 11. SEC., T., R., M., OR BLOCK AND SURVEY At surface 1803' FSL, 2148' FWL OR AREA At top prod. interval reported below NE/4, SW/4, Sec. 29, T14S, R10E At total depth 13 STATE DATE ISSUED 14 API NO 9/4/02 Carbon Utah 43-007-30863 18. ELEVATIONS (DF, REB, RT, GR, ETC.) 19. ELEV. CASINGHEAD 16. DATE T.D. REACHED 17. DATE COMPL (Ready to 15. DATE SPUDDED 5608 8/11/03 pr9421/03 N/A 8/12/03 (Plug & Abd.) ROTARY TOOLS 23. INTERVALS DRILLED BY CABLE TOOLS 20. TOTAL DEPTH, MD & TVD 21. PLUG BACK T.D., MD & TVD 22. IF MULTIPLE COMPL. HOW MANY N/A 1618 1670 to TD N/A 24. PRODUCING INTERVAL(S), OF THIS COMPLETION--TOP, BOTTOM, NAME (MD OR TVD) 25. WAS DIRECTIONAL SURVEY MADE Ferron Coal - Top Coal 1246' & Bottom Coal 1352 26. TYPE ELECTRIC AND OTHER LOGS RUN CBL/GB-RG WAS WELL CORED YES (Submit analysis) DRILL STEM TEST Dual Induction, Laterolog, SFF, Caliper, Comp Density & Neutron 9-10 CASING RECORD (Report all strings set in well) 28 CEMENT RECORD AMOUNT PULLED HOLE SIZE CASING SIZE WEIGHT, LB./FT DEPTH SET (MD) 15" 12 3/4" Conductor 21' 108 sks Class G, 2%, 4% Gell & 1/4#/sk Flocel 11" 8 5/8" 24# 275 140 sks 50/50 POZ, 8% D-20, 10% D-44, 2% S-1 5 1/2" 17# 1618' 7 7/8" 75 sks 10-1 RFC (Thixtropic) LINER RECORD TUBING RECORD 29 DEPTH SET (MD) BOTTOM (MD) SACKS CEMENT SCREEN (MD) PACKER SET SIZE TOP (MD) SIZE 2-7/8" 1437' N/A ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC 31. PERFORATION RECORD (Interval, size and number) Ferron Coal DEPTH INTERVAL (MD) AMOUNT AND KIND OF MATERIAL USED 4spf .51" Upper Ferron: 1246'-1262' 4spf .51" U. Middle Ferron: 1319'-1326' Upper 1246-1262 98200#, 20/40; 10600#, 16/30; 39296 gal fluid 4spf .51" Middle Ferron: 1281'-1286', 1291'-1300' U.Middle 1319-1320 4spf .51" Lower Ferron: 1338'-1352' 6000#, 20/40; 15000#, 16/30; 16529 gal fluid Middle 1281-1300 Lower 1338-1352 12100#, 20/40; 81700#, 16/30; 42978 gal fluid 12100#, 20/40: 71400#, 16/30: 41779 gal fluid 33 DATE FIRST PRODUCTION PRODUCTION METHOD (Flowing, gas lift, pumping---size and type of pump) WELL STATUS (Producing or hut-in) Producing 9/22/03 Pumping - PC 200-2100 DATE OF TEST HOURS TESTED CHOKE SIZE PROD'N FOR OIL---BBL GAS---MCF WATER BE GAS-DIL/RATIO TEST PERIOD 9/22/03 N/A 74 24hrs. FLOW. TUBING PRESS OIL GRAVITI - API (CORR.) CASING PRESSURE CALCULATED GAS---MCF WATER---BBL 24-HOUR RATE 578 132 124 N/A 74 N/A 34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.) TEST WITNESSED BY SOLD Kevin E. Snow 35. LIST OF ATTACHMENTS 36 I hereby certify that the foregoing and attached information is complete and correct as determined from all available records SIGNED Kevin Snow L TITLE Operations Superintendent DATE_10/31/03

WELL NUMBER: Utah 29-531

RS	TEPTIE VEDT DEPTH	INCE VENT. MET III					
GEOLOGIC MARKERS	TOP	MEAS DEFIN	1081'	1487'	1238'		
38. GE	1	NAME	Blue Gate Bentonite	Tununk Shale	Ferron Sandston	 	
37 SUMMARY OF POROUS ZONES: (Show all important zones of porosity and contents thereof; cored intervals, and all drill-stem, tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures, and recoveries):	DESCRIPTION, CONTENTS, ETC.	Coals and Sandstones	Coal Interval: 1280'-1351'				
mportant zones of pocusion used, time t	BOTTOM	1351'				 	
S ZONES: (Show all depth interval tested.	TOP	1280'					
37 SUMMARY OF POROU! drill-stem, tests, including recoveries):	FORMATION	Ferron					

STATE OF UTAH

ORIGINAL

119	DIVISION OF OIL, GAS AND MINING
* * <i>'</i>	

012	DIVIDION OF OIL, OAD AND WINN	110	5. Lease Designation and Serial Number:		
			Private 6. If Indian, Allottee or Tribe Name:		
SUNDR	Y NOTICES AND REPORTS ON	WELLS			
			N/A 7. Unit Agreement Name:		
Do not use this form for pro	posals to drill new wells, deepen existing wells, or to reenter plug LICATION FOR PERMIT TO DRILL OR DEEPEN form for such p	ged and abandoned wells.	1 ~		
		орозаіз.	UTU67921X Drunkards Wash 8. Well Name and Number:		
1. Type of Well: OIL 🛘 GAS 🗓	MOTHER:		Schmidt 29-531		
2. Name of Operator:	The second secon	Walter Commence of the Commenc	9. API Well Number:		
z. Name of Operator.	ConocoPhillips Company		43-007-30863		
3. Address and Telephone Number:			10. Field or Pool, or Wildcat:		
, , , , , , , , , , , , , , , , , , ,	6825 South 5300 West, P.O. Box 851, Price, U	T 84501 (435) 613-9777	Drunkards Wash		
	FSL, 2148' FWL SW/4, SEC. 29,T14S, R10E, SLB & M		County: Carbon County State: Utah		
11. CHECK APPROPRI	ATE BOXES TO INDICATE NATURE	OF NOTICE, REPORT	, OR OTHER DATA		
	NOTICE OF INTENT (Submit in Duplicate)		SUBSEQUENT REPORT (Submit Original Form Only)		
☐ Abandon	□ New Construction	☐ Abandon *	☐ New Cons	truction	
□ Repair Casing	☐ Pull or Alter Csg	☐ Repair Casing	☐ Pull or Alt	er Csg	
□ Change of Plans	☐ Recomplete	□ Change of Plans	☐ Reperfora	ite	
□ Convert to Injection	☐ Reperforate	☐ Convert to Injection	□ Vent or FI	lare	
□ Fracture Treat or Acidi	ze	☐ Fracture Treat or Aci		iut-Off	
Multiple Completion	□ Water Shut-Off		1/Flush Treatment 05/25/2004		
Other		Date of work completion	03/23/2004		
Approximate date work will	start	l			
		Report results of Multiple Completion COMPLETION OR RECOMPLET	etions and Recompletions to different reservoirs on WEI ION REPORT AND LOG form.	_L	

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates. If well is directionally drilled, give subsurface locations and measured and true

Please be advised that the above referenced well was chemically treated with 4410 gallons of Coalstim fluid on 05/25/2004.

13. ! allred Name & Signature: Lynnette Allred Date: 07/07/2004 Sr. Operations Assistant

RECEIVED

JUL 1 4 2004

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

ENTITY ACTION FORM

Operator:

ConocoPhillips

Operator Account Number: N 2335

Address:

6825 South 5300 West

city Price

state UT zip 84501

Phone Number: (435) 613-9777

Well 1

API Number	Well Name		QQ	Sec	Twp	Rng	County
4300730845	PMC 10-526		SWSE	10	15S	08E	CARBON
Action Code	Current Entity Number	New Entity Number	s	Spud Date		Entity Assignment Effective Date	
С	13634	11256					11/9/05
Commante:							

Well was converted to PA on 11/01/2002

FRSD

Well 2

API Number	Well Name		QQ	Sec	Twp	Rng	County
4300730888	PIERCE 32-438		NWSE	32	148	10E	CARBON
Action Code	Current Entity Number	New Entity Number	s	Spud Date		Entity Assignment Effective Date	
С	14184	11256					11/9/05
Comments:							

Well was converted to PA on 07/01/2004.

Well 3

API Number	Well Name		QQ	Sec	Twp	Rng	County
4300730863	SCHMIDT 29-531		NESW	29	148	10E	CARBON
Action Code	Current Entity Number	New Entity Number	s	Spud Date		Entity Assignment Effective Date	
С	13857	11256					11/9/05
Comments:							

Well was converted to PA on 07/01/2003

ACTION CODES:

A - Establish new entity for new well (single well only)

B - Add new well to existing entity (group or unit well)

C - Re-assign well from one existing entity to another existing entity

- Re-assign well from one existing entity to a new entity

- Other (Explain in 'comments' section)

Lynnette Alired

Name (Please Print)

Sr Operations Assistant

11/9/2005

Date

RECEIVED

NOV 0 9 2005



United States Department of the Interior

BUREAU OF LAND MANAGEMENT Utah State Office

P.O. Box 45155 Salt Lake City, UT 84145-0155

IN REPLY REFER TO UT-922

May 5, 2004

ConocoPhillips Company Attn: Gregory A. Reeves P.O. Box 2197 Houston, Texas 77252-2197

Re:

6th Revision Consolidated Ferron Formation

Participating Area "A,C,D" Drunkards Wash Unit

Carbon and Emery Counties, Utah

Gentlemen:

The 6th Revision Consolidated Ferron Formation Participating Area "A,C,D", Drunkards Wash Unit, UTU67921F, is hereby approved effective as of July 1, 2003, pursuant to Section 11 of the Drunkards Wash Unit Agreement, Carbon and Emery Counties, Utah.

The 6th Revision Consolidated Ferron Formation Participating Area "A,C,D" results in the addition of 640.00 acres to the participating area for a total of 69,222.87 acres and is based upon the completion of the following wells, as capable of producing unitized substances in paying quantities.

WELL NO.	API NO.	LOCATION	LEASE NO.
Utah 19-532	43-007-30891	NE, 19-14S-10E	State
29-548	43-007-30864	NW, 29-14S-10E	Fee
29-549	43-007-30865	SE, 29-14S-10E	Fee
29-531	43-007-30863	SW, 29-14S-10E	Fee

Copies of the approved request are being distributed to the appropriate agencies and one copy is returned herewith. Please advise all interested parties of the approval of the 6th Revision Consolidated Ferron Formation Participating Area "A,C,D", Drunkards Wash Unit and the effective date.

Sincerely,

/s/ Terry Catlin

Terry Catlin Acting Chief, Branch of Fluid Minerals

RECEIVED

MAY 1 0 2004